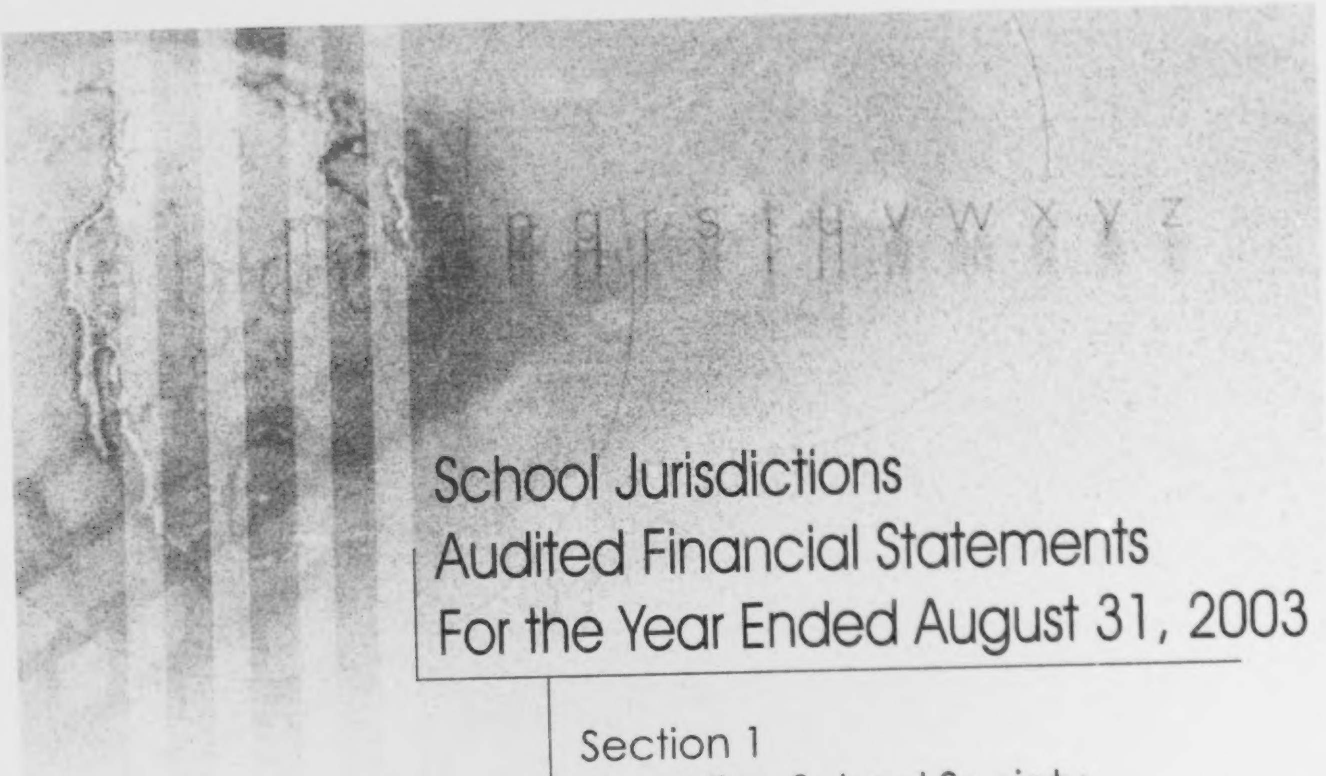

School Jurisdictions
Audited Financial Statements
For the Year Ended August 31, 2003

Section 1
Almadina School Society to Evergreen Catholic Separate Regional Division No. 2

Alberta
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School Jurisdictions
Audited Financial Statements

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Section II of this report is published under separate cover. It provides the audited financial statements for the year ended August 31, 2003 submitted by school jurisdictions whose legal name begins with the letters F through to M inclusive.

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Section III of this report is published under separate cover. It provides the audited financial statements for the year ended August 31, 2003 submitted by school jurisdictions whose legal name begins with the letters N through to Z inclusive.

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School Jurisdiction Code: 6021

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Almadina School Society
Name of School Jurisdiction

411 - 11 Avenue SE Calgary AB T2G 0Y5
Mailing Address

Phone : (403) 543 - 5070 Fax: (403) 543 - 5073
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Almadina School Society (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Name: Nasser Kadri
Signature: "Original Signed By"

SUPERINTENDENT

Name: Ron Smith
Signature: "Original Signed By"

SECRETARY TREASURER OR TREASURER

Name: Aamein Huq
Signature: "Original Signed By"

19-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 6021

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Ron A. Bichel
PROFESSIONAL CORPORATION

AUDITOR'S REPORT

November 17, 2003

To the Board of Directors
Almadina School Society

I have audited the statement of financial position of **Almadina School Society** as at August 31, 2003 and the statements of revenue and expenses, cash flows, changes in net assets, and deferred capital allocations for the year then ended. These financial statements are the responsibility of Society's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Almadina School Society as at August 31, 2003 and the results of its operations, cash flows, and changes in net assets for the year then ended in accordance with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Signed ________________

Certified Management Accountant

Calgary, Alberta

School Jurisdiction Code: 6021

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002 As restated
ASSETS			
Current assets			
Cash and temporary investments		$225,930	$43,915
Accounts receivable (net after allowances)		$84,868	$8,399
Prepaid expenses		$18,778	$69,153
Other current assets		$17,693	$12,838
Total current assets		$347,269	$134,305
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$0		
Less: accumulated amortization	$0	$0	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$0	$0
TOTAL ASSETS		$347,269	$134,305
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$164,266	$92,720
Deferred revenue		$20,816	$11,605
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$185,082	$104,325
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$0	$0
	Less: Current portion of supported debt	$0	$0
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$185,082	$104,325
NET ASSETS			
Unrestricted net assets		$135,490	$29,980
Operating Reserves		$26,697	$0
Accumulated Operating Surplus (Deficit)		$162,187	$29,980
Investment in capital assets		$0	$0
Capital Reserves		$0	$0
Total Capital Funds		$0	$0
Total net assets		$162,187	$29,980
TOTAL LIABILITIES AND NET ASSETS		$347,269	$134,305

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6021

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003 As Restated	Actual 2002
REVENUES			
Alberta Learning	$2,652,606	$2,075,175	$1,995,404
Alberta Infrastructure	$864,518	$603,170	$491,857
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$0	$0	$0
Transportation fees	$24,620	$17,750	$16,720
Other sales and services	$0	$2,000	$0
Investment income	$5,963	$0	$3,118
Gifts and donations	$11	$0	$650
Rentals of facilities	$0	$0	$0
Net school generated funds	$0	$0	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$3,547,718	$2,698,095	$2,507,749
EXPENSES			
Certificated salaries	$1,528,216	$1,224,850	$1,251,683
Certificated benefits	$181,604	$178,456	$129,673
Uncertificated salaries and wages	$219,182	$222,750	$247,976
Uncertificated benefits	$15,897	$29,976	$20,669
Services, contracts and supplies	$1,470,612	$1,004,305	$951,179
Net school generated funds	$0	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Amortization of capital assets	$0	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$3,415,511	$2,660,337	$2,601,180
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$132,207	$37,758	($93,431)
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$132,207	$37,758	($93,431)

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6021

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$132,207	($93,431)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$0	$0
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($76,469)	$20,551
Prepaids and other current assets	$45,520	($8,388)
Payables and accrued liabilities	$71,546	$25,788
Deferred revenue	$9,211	$554
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$182,015	($54,926)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$0	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	$182,015	($54,926)
Cash Equivalents at the beginning of the year	$43,915	$98,841
Cash Equivalents at the end of the year	$225,930	$43,915

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6021

# STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$29,980	$0	$29,980	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$29,980	$0	$29,980	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$132,207		$132,207												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$0	$0	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		$0	$0												
Amortization of capital allocations		$0	$0												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($26,697)	$26,697	$0		$26,697			$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$162,187	$0	$135,490	$26,697	$0	$0	$26,697	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 6021

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$0	$0
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2003		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Almadina School Society

Notes to the Financial Statements

August 31, 2003

Note 1 **Authority and Purpose**

Almadina School Society (the "Society") is incorporated under the Society' s Act of Alberta. The Society applied and obtained a charter to operate a public school under the Part 2, Division 2.1 of the School Act of Alberta. Almadina Charter School offers educational program from grades 1 to 9 with special emphasis on English as Second Language.

The Society is a registered charitable organization and, therefore, is exempt from income tax and may issue tax deductible receipts for donations.

Note 2 **Summary of Significant Accounting Policies**

The financial statements of the Society have been prepared in accordance with generally accepted accounting principles.

Revenue

Instruction and support allocations are recognized in the year to which they relate.

Other grants and fees are recognized when earned.

Vacation Pay

Vacation pay is recorded when earned.

Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year, which will be consumed subsequent to the year-end, are recorded as prepaid expenses.

Financial Instruments

Society's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair market values of these instruments approximates their carrying values. The Society invests surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

Pension Plan

The Society's certificated employees are required to contribute to the Teachers' Retirement Fund, a multi-employer pension plan. Although this is a defined benefit plan, any experience gains or losses determined by actuarial valuations are the responsibility of the Province of Alberta and these employees. Accordingly, no disclosure has been made in these financial statements relating to the effects of participation in the pension plan by the Society's employees.

Note 3 **Accounts Receivable (Net after allowances)**

	2003	2002
Trade receivable	$ 346	$ -
Grants from Province	79,522	8,399
Others	5,000	-
	$ 84,868	$ 8,399

Note 4 **Accounts payable and accrued liabilities**

	2003	2002
Trade payable	$ 118,408	$ 21,058
Accrued payable	45,658	52,000
Others	200	19,662
	$ 164,266	$ 92,720

Note 5 **Deferred Revenue**

	2003	2002
Technology Integration	$ -	$ 11,050
One Time Funding 2003-04	20,816	-
	$ 20,816	$ 11,050

Note 6 **Related Party Transactions**

Calgary Board of Education

The Society rents the school facility from the Calgary Board of Education (the "Board") on a 12 month fixed term rental agreement. Board also does some repairs and maintenance to the building. During the year the Society is showing the following amounts in the accounts :

Expenses	2003	2002
Rent	$ 629,137	$ 380,061
Repairs	7,364	3,737
	$ 636,501	$ 383,798
Accounts payable	$ 98,903	$ -

Note 6 **Related Party Transactions (Continued from previous page)**

Employees

Two employees are related to the chairman of the Board of the Society. These employees are employed under contracts common to employees of the Society. Amounts paid to and paid on their behalf are reflected in the statements of revenue and expenses as follows:

	2003	2002
Certificated salaries	$ 51,766	$ 47,992
Certificated benefits	6,152	6,992
Uncertificated salaries and wages	28,588	11,198
Uncertificated benefits	2,073	1,507
	$ 88,579	$ 67,689

Note 7 **Budget Amount**

The budget was prepared by School management and, approved by the Board of the Society on June 24, 2002. It is presented for information purposes only and has not been audited.

Some budget amounts are restated to comply with requirements of Alberta Learning's.

Note 8 **Subsequent Event**

Two certificated teachers appealed to the Board of Reference pursuant to the School Act. They are disputing the Board's reasons to refuse to continue to employ them. However, the Board is of the opinion that its decision is based on just grounds.

Note 9 **Comparative figures**

Certain comparative figures have been reclassified to conform to current presentation.

School Jurisdiction Code: 6021

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$2,207,880	$78,624	$2,129,236						
(2) Support block	$338,083				$182,313			$155,770	
(3) Instruction & support block reallocations	$0	$13,685	($57,842)		$64,493			($20,336)	$0
(4) Alberta Initiative for School Improvement (AISI)	$36,663	$1,815	$34,848						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$70,000	$2,255	$67,745					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$2,852,606	$96,379	$2,173,987	$0	$246,806			$135,434	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$629,148	$0	$0	$629,148					
(13) Operations & Maintenance support	$235,370			$235,370					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$864,518	$0	$0	$864,518					
(16) **Alberta Finance**	$0			$0	$0			$0	$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$0	$0	$0						
(23) **Transportation fees**	$24,620				$24,620				
(24) **Other sales and services**	$0	$0	$0	$0	$0			$0	$0
(25) **Investment income**	$5,963	$0	$0	$0	$0			$5,963	$0
(26) **Gifts and donations**	$11	$0	$0	$0	$11				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$0		$0					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$3,547,718	$96,379	$2,173,987	$864,518	$271,437			$141,397	$0
EXPENSES									
(32) **Certificated salaries**	$1,528,216	$49,238	$1,433,273				$45,705	$45,705	$0
(33) **Certificated benefits**	$181,604	$5,411	$176,193				$0	$0	$0
(34) **Uncertificated salaries and wages**	$219,182	$27,946	$153,472	$0	$10,569	$0	$27,195	$27,195	$0
(35) **Uncertificated benefits**	$15,897	$3,071	$12,826	$0	$0	$0	$0	$0	$0
(36) **SUB - TOTAL**	$1,944,899	$85,666	$1,775,764	$0	$10,569	$0	$72,900	$72,900	$0
(37) **Services, contracts & supplies**	$1,470,612	$8,580	$178,033	$837,821	$377,681	$6,075	$62,422	$68,497	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$0		$0						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$3,415,511	$94,246	$1,953,797	$837,821	$388,250	$6,075	$135,322	$141,397	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$132,207	$2,133	$220,190	$26,697	($116,813)			$0	$0
Applicable student numbers/FTE equivalent	412.0	18	394.0	412.0	412			412.0	
AVERAGE PROGRAM COSTS per student	$8,290	$5,236	$4,959	$2,034	$942			$343	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$1,217,931	$127,217	$0	$58,213	$0	$29,912	$0	$1,433,273
Certificated benefits	$161,160	$3,956	$0	$7,317	$0	$3,760	$0	$176,193
Uncertificated salaries and wages	$62,712	$74,144	$0	$0	$16,616	$0	$0	$153,472
Uncertificated benefits	$8,291	$2,339	$0	$0	$2,197	$0	$0	$12,826
SUB - TOTAL REMUNERATION	$1,450,094	$207,656	$0	$65,530	$18,813	$33,672	$0	$1,775,764
Services, contracts & supplies	$126,943	$40,223	$0	$9,627	$0	$1,240	$0	$178,033
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$0							$0
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$1,577,037	$247,879	$0	$75,157	$18,813	$34,912	$0	$1,953,797
FTE Certificated				1.0	0.8			
FTE Uncertificated				0.0	0.0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$1,721,930	$102,593	($474)	($57,842)	$1,766,207	$1,305,925	$460,282
School Admin & Instruction Support Expenses						$247,879	($247,879)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$1,721,930	$102,593	($474)	($57,842)	$1,766,207	$1,553,804	$212,403
Sub-Programs & Initiatives							
Severely Disabled	$11,479		$0		$11,479	$18,813	($7,334)
English as a Second Language	$284,468				$284,468	$294,836	($10,368)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$44,541				$44,541		$44,541
Teacher Assistants Program	$11,412				$11,412	$14,071	($2,659)
Early Literacy Initiative (K-2)	$23,866				$23,866	$15,164	$8,702
Learning Resources Credit & Resources for the Classroom	$2,994	$0	$0		$2,994	$2,994	$0
Technology Integration	$28,546		$0		$28,546	$46,720	($18,174)
French Language Program & Francisation (all jurisdictions)	$0		$474		$474	$7,396	($6,922)
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$407,306		$474		$407,780	$399,994	$7,786
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$2,129,236	$102,593	$0	($57,842)	$2,173,987	$1,953,797	$220,190

School Jurisdiction Code: 6021

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$78,624	$2,129,236		$182,313	$155,770	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		($44,157)		$44,157		
Calculation: 2% of | *$2,207,860* | = | *$44,157* | *($44,157)*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$20,336	($20,336)	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$13,685	($13,685)				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$13,685	($57,842)		$64,493	($20,336)	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 6021

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$2,179,314
Support Block - Transportation	$182,313
SUBTOTAL	$2,361,627

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$235,370
Teacher Salary Enhancement	$70,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$0
Interest on investments	$5,963
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$0
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$2,672,960**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and ov = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)	$160,378

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	50,000	$160,378
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$160,378**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$141,397
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$141,397
Maximum Expense Limit for Board & System Administration (Step 3)	$160,378
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$18,981

School Jurisdiction Code: 6021

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$0	
Less: SGF - related cost recoveries (Note 3)	$0	
- capitalized at the District level (Note 4)	$0	
Net Total	$0	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$0
Net SGF Available for discretionary spending		$0
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$0
Unexpended SGF - Closing Balance August 31, 2003		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 6021

SCHEDULE F to the AFS

Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$83,632	$18,451	$0	$0	$629,137	$731,220		$731,220
Supplies	$0	$0	$0	$0	$0	$0		$0
Electricity			$35,702			$35,702		$35,702
Natural Gas/Heating Fuel			$68,130			$68,130		$68,130
Sewer and Water			$0			$0		$0
Telecommunications			$0			$0		$0
Insurance					$2,769	$2,769		$2,769
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$83,632	$18,451	$103,832	$0	$631,906	$837,821	$0	$837,821
SQUARE METRES								
School Buildings								5,847.1
Non School Buildings								0.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electricty, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 6021

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Jamil Ajram	0.5	$0	$0	$0	$0	$0	$0	$0
Name	Nasser Kadri	0.5	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Issa Mosa	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Issaf Hattum	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Safa Ismail	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Asad Abbas	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Adnan Al-Awadi	1.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*6.0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*
Superintendent	Ron Smith	1.0	$45,705	$0	$0	$0	$0	$45,705	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	A. Huq	1.0	$27,195	$0	$0	$0	$0	$27,195	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		30.4	$1,482,511	$181,604	$0	$0	$0	$1,664,115	
Uncertificated Salaries & Wages		9.8	$191,987	$15,897	$0	$0	$0	$207,884	
TOTALS			**$1,747,398**	**$197,501**	**$0**	**$0**	**$0**	**$1,944,899**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 6021

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 2125

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

ASPEN VIEW REGIONAL DIVISION NO. 19
Name of School Jurisdiction

3600 - 48 Avenue Athabasca, Alberta T9S 1M8
Mailing Address

Phone: (780) 675-7080 Fax: (780) 675-3660
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules ASPEN VIEW REGIONAL DIVISION NO. 19 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. David Dacyk
Name

"Original signed by"
Signature

SUPERINTENDENT

Mr. Rudi Grab, PhD
Name

"Original signed by"
Signature

SECRETARY TREASURER OR TREASURER

Mr. Dave Holler
Name

"Original signed by"
Signature

25-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 2125

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Wilde & Company
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AUDITORS' REPORT

To the Board of Trustees
Aspen View Regional Division No. 19

We have audited the statement of financial position of the Aspen View Regional Division No. 19 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the school division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Vegreville, Alberta
October 23, 2003

Wilde & Company
Chartered Accountants

School Jurisdiction Code: 2125

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$4,363,877	$8,105,965
Accounts receivable (net after allowances)		$1,317,119	$728,986
Prepaid expenses		$246,444	$239,870
Other current assets		$12,434	$27,369
Total current assets		$5,939,874	$9,102,190
School generated assets		$483,818	$470,069
Trust assets			
Long term accounts receivable		$0	$0
Capital assets			
Land		$317,785	$317,785
Buildings	$30,913,894		
Less: accumulated amortization	($17,193,551)	$13,720,343	$12,469,045
Equipment	$1,730,035		
Less: accumulated amortization	($1,006,385)	$723,650	$454,715
Vehicles	$730,640		
Less: accumulated amortization	($541,248)	$189,392	$150,746
Total capital assets		$14,951,170	$13,392,291
TOTAL ASSETS		$21,374,862	$22,964,550
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,842,291	$1,678,478
Deferred revenue		$688,704	$2,628,298
Deferred capital allocations		$0	$1,527,187
Current portion of all long term debt		$593,021	$643,143
Total current liabilities		$3,124,016	$6,477,106
School generated liabilities		$483,818	$470,069
Trust liabilities		$0	$0
Employee future benefits liability		$182,955	$128,623
Long term debt			
Supported: Debentures and other supported debt		$4,556,114	$5,199,257
Less: Current portion of supported debt		($593,021)	($643,143)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$8,564,945	$6,538,693
Total long term liabilities		$13,194,811	$11,693,499
TOTAL LIABILITIES		$16,318,827	$18,170,605
NET ASSETS			
Unrestricted net assets		$575,703	$536,369
Operating Reserves		$2,555,220	$2,508,235
Accumulated Operating Surplus (Deficit)		$3,130,923	$3,044,604
Investment in capital assets		$1,830,112	$1,654,341
Capital Reserves		$95,000	$95,000
Total Capital Funds		$1,925,112	$1,749,341
Total net assets		$5,056,035	$4,793,945
TOTAL LIABILITIES AND NET ASSETS		$21,374,862	$22,964,550

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2125

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$25,729,072	$24,580,355	$24,463,796
Alberta Infrastructure	$3,637,046	$2,343,127	$1,725,745
Alberta Finance	$471,656	$1,100,000	$534,814
Other Government of Alberta	$48,441		$85,223
Federal Government and/or First Nations	$449,227	$511,307	$710,960
Other Alberta school authorities	$0		
Out of province authorities	$0		
Alberta Municipalities (excluding supplementary requisitions)	$0		
Instruction resource fees	$264,230	$214,100	$228,882
Transportation fees	$0		
Other sales and services	$627,072	$157,940	$452,868
Investment income	$205,202	$150,000	$125,381
Gifts and donations	$13,649	$65,500	$11,921
Rentals of facilities	$173,771	$110,000	$45,785
Net school generated funds	$1,022,520	$1,000,000	$795,402
Gains on disposal of capital assets	$0		
Amortization of capital allocations	$750,741	$923,015	$750,741
Total Revenues	$33,392,627	$31,155,344	$29,931,518
EXPENSES			
Certificated salaries	$13,845,207	$13,799,305	$12,208,145
Certificated benefits	$1,471,433	$1,520,648	$1,348,147
Uncertificated salaries and wages	$4,879,618	$4,039,553	$4,234,000
Uncertificated benefits	$960,934	$877,512	$734,616
Services, contracts and supplies	$9,382,752	$8,272,938	$8,400,538
Net school generated funds	$1,022,520	$1,000,000	$795,402
Capital and debt services			
Amortization of capital assets			
Supported	$750,741	$923,015	$750,741
Unsupported	$342,265	$159,807	$299,519
Total Amortization of capital assets	$1,093,006	$1,082,822	$1,050,260
Interest on capital debt			
Supported	$471,656	$500,000	$534,814
Unsupported	$0		
Total interest on capital debt	$471,656	$500,000	$534,814
Other interest charges	$3,411	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$33,130,537	$31,092,778	$29,305,922
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$262,090	$62,566	$625,596
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$262,090	$62,566	$625,596

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2125

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$262,090	$625,589
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($750,741)	($750,741)
Total amortization expense	$1,093,006	$1,050,260
Gains on disposal of capital assets	$0	
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($588,133)	$53,644
Prepaids and other current assets	$8,361	($23,184)
Payables and accrued liabilities	$163,813	$1,000,340
Deferred revenue	($1,939,594)	$1,575,530
Employee future benefit expense (recovery)	$54,332	$0
Other (describe)		$0
Total sources (uses) of cash from Operations	($1,696,866)	$3,531,438
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($2,174,313)	($1,819,604)
Equipment	($398,326)	($185,544)
Vehicles	($79,246)	($33,718)
Net proceeds from disposal of capital assets		
Other (describe)		$0
Total sources (uses) of cash from investing activities	($2,651,885)	($2,038,866)
C. FINANCING ACTIVITIES		
Capital allocations received	$606,663	$687,456
Issue of long term debt	$0	
Repayment of long term debt	($643,143)	($665,580)
Add back: supported portion	$643,143	$665,580
Other (describe)		$0
Total sources (uses) from Financing activities	$606,663	$687,456
Net sources (uses) of cash equivalents* during year	($3,742,088)	$2,180,028
Cash Equivalents at the beginning of the year	$8,105,965	$5,925,937
Cash Equivalents at the end of the year	$4,363,877	$8,105,965

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.
Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2125

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
				TOTAL	RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$4,793,945	$1,654,341	$536,369	$2,603,235	$2,443,235	$0		$0	$95,000	$65,000			$0	$0	$0
Prior period adjustments (describe)															
correct prior year allocation	$0	$0	$0	$0	($15,000)	$0	$0	$0	$0	$15,000	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$4,793,945	$1,654,341	$536,369	$2,603,235	$2,428,235	$0	$0	$0	$95,000	$80,000	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$262,090		$262,090												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$518,036	($518,036)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,093,006)	$1,093,006												
Amortization of capital allocations		$750,741	($750,741)												
Disposal of unsupported capital assets	$0		$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			$0	$0						$0				$0	
Net transfers from operating reserves			($46,985)	$46,985	$46,985		$0			$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$5,056,035	$1,830,112	$575,703	$2,650,220	$2,475,220	$0	$0	$0	$95,000	$80,000	$0	$0	$0	$0	$0

School Jurisdiction Code: 2125

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$1,527,187	$6,538,693
Prior period adjustment			
Adjusted balance, August 31, 2002		$1,527,187	$6,538,693
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$597,085	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$9,578	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$643,143
Expended capital allocations - current year		($2,133,850)	$2,133,850
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			
Capital allocations amortized to revenue			$750,741
Balance at August 31, 2003		$0	$8,564,945

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

ASPEN VIEW REGIONAL DIVISION NO. 19
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2003

1. AUTHORITY AND PURPOSE

The school jurisdiction delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis at the following rates:
Buildings - 2.5 to 10%
Equipment - 20%
Vehicles - 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Aspen View Regional Division No. 19 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $215,938 for the year ended August 31, 2003. At December 31, 2002, the Local Authorities Pension Plan reported an actuarial deficiency of $444.9 million (2001 surplus of $634.9 million).

f) Inventories

Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Financial Instruments

The jurisdiction's financial instruments consist of cash, marketable securities, accounts receivable, accounts payable, accrued liabilities and long term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

i) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

j) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs such as kindergarten, lunch services and the raising of school generated funds are delivered. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

k) Employee Future Benefits

The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2003, the recorded obligation is $182,955 (2002 - $128,623). The total expense recorded in the financial statements is $54,332 (2002 - $108,708).

3. ACCOUNTS RECEIVABLE

	2003	2002
Provincial government grants	$ 1,059,841	$ 376,630
Federal government	195,262	232,450
Other accounts receivable	62,016	119,906
	$ 1,317,119	$ 728,986

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value 2003	Net Book Value 2002
Land	$ 317,785	$ —	$ 317,785	$ 317,785
Buildings	30,913,894	(17,193,551)	13,720,343	12,469,045
Equipment	1,730,035	(1,006,385)	723,650	454,715
Vehicles	730,640	(541,248)	189,392	150,746
	$ 33,692,354	$ (18,741,184)	$ 14,951,170	$ 13,392,291

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2003	2002
Due to Province	$ 338,039	$ 376,630
Other trade payables and accrued liabilities	1,504,252	1,301,848
	$ 1,842,291	$ 1,678,478

6. LONG TERM DEBT

Debenture Debt - Supported

The debenture debt bears interest at rates varying between 6.875% and 13.125%. The debenture debt is fully supported by Alberta Finance. The current portion of long term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	2003	2002
Debentures	$ 4,556,114	$ 5,199,257
Less current portion of debt	593,021	643,143
	$ 3,963,093	$ 4,556,114

School Year	Principal	Interest	Total
2003-2004	$ 593,021	$ 444,734	$ 1,037,755
2004-2005	565,931	384,240	950,171
2005-2006	442,338	325,894	768,232
2006-2007	438,049	282,080	720,129
2007-2008	438,049	238,678	676,727
2009 to maturity	2,078,726	652,522	2,731,248
	$ 4,556,114	$ 2,328,148	$ 6,884,262

ASPEN VIEW REGIONAL DIVISION NO. 19
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2003

7. DEFERRED REVENUE - OPERATING GRANTS

	2003	2002
Alberta Learning grants	$ 241,983	$ 927,857
Energy rebate	—	133,798
BQRP grants	244,355	823,642
Moderization block grants	—	491,450
One time grant 2002-03	152,633	125,365
Other grants	49,733	126,186
	$ 688,704	$ 2,628,298

8. DEFERRED CAPITAL ALLOCATIONS

	Opening	Grants and interest received and receivable	Transfer to unamortized capital allocations	Closing
Boyle School	$ 1,467,645	$ 597,085	$ (2,064,730)	$ -
Interest earned - available for future projects	59,542	9,578	(69,120)	-
Balance, end of year	$ 1,527,187	$ 606,663	$ (2,133,850)	$ -

9. UNAMORTIZED CAPITAL ALLOCATIONS

	2003	2002
Consisting of:		
Opening balance	$ 6,538,693	$ 4,804,250
Transfer from deferred capital allocations - Note 8	2,133,850	1,819,604
Supported debenture loan principal repayments	643,143	665,580
Less capital allocation for amortization	(750,741)	(750,741)
	$ 8,564,945	$ 6,538,693

10. OPERATING RESERVES

	Opening	(Appropriated) Transfer from operating revenues	(Used) Transfer to operating revenues	Closing
Instruction - schools	$ 1,428,235	$ (680,872)	$ —	$ 747,363
Instruction - general	1,000,000	—	—	1,000,000
Operating contingency	—	530,852	—	530,852
Severe disabilities	—	197,005	—	197,005
Computer software	80,000	—	—	80,000
	$ 2,508,235	$ 46,985	$ —	$ 2,555,220

11. CAPITAL RESERVES

	Opening	Transfer to Reserve	Transfers From Reserves	Closing
Buildings	$ 95,000	$ ---	$ ---	$ 95,000
Balance, end of period	$ 95,000	$ —	$ ---	$ 95,000

12. DISCLOSURE OF SALARY AND BENEFITS

	FTE	Salaries & Wages	Benefits & Allowances	Total	Reimbursed Expenses
Dacyk, David	1	$ 24,379	$ 1,578	$ 25,957	$ 5,255
Carstens, Dana	1	16,544	467	17,011	7,101
Gerlach, Joe	1	11,376	3,215	14,591	1,758
Genert, Laurie	1	16,811	2,996	19,807	3,891
Koehler, Edgar	1	9,592	2,876	12,468	2,039
Kowalchuk, Wayne	1	9,504	3,167	12,671	2,243
Franchuk, Valerie	1	16,879	3,372	20,251	6,408
Ponich, Paul	1	15,198	319	15,517	2,607
Sequeira, Rita	1	12,941	2,872	15,813	4,340
Superintendent	1	113,171	9,548	122,719	13,806
Secretary/Treasurer	1	78,081	12,799	90,880	4,971
Salaries - Certificated		13,732,036	1,461,885	15,193,921	
Salaries - Uncertificated		4,668,313	927,273	5,595,586	
		$ 18,724,825	$ 2,432,367	$ 21,157,192	

13. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $1,050,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2003.

14. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

15. COMPARATIVE FIGURES

2002 comparative figures have been restated where necessary to conform to actual 2003 presentation.

16. COMMITMENTS

i) leases

The school jurisdiction is committed to future operating lease payments on office and maintenance shop premises. Certain of these operating leases provide for annual renewal options which are expected to be exercised. Annual building lease costs are currently $69,462.

17. CONTINGENCIES

Contingent Assets

The jurisdiction is a member of a reciprocal insurance exchange called Genesis. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of the equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

Contingent Liabilities

The jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (Genesis). Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

18. SCHOOL GENERATED FUNDS

	2003	2002
Balance, beginning of year	$ 470,069	$ 417,571
Source of school generated funds (SGF)		
SGF for the year	1,651,900	1,511,055
Less: cost of generating SGF	(634,750)	(673,273)
Donations received	19,119	10,118
Net SGF additions for the year	1,036,269	847,900
Net SGF available for discretionary spending	1,506,338	1,265,471
SGF expended for discretionary purposes	1,022,520	795,402
Balance, end of year	$ 483,818	$ 470,069

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$19,064,681	$573,777	$18,490,904						
(2) Support block	$4,480,293				$3,202,965			$1,277,328	
(3) Instruction & support block reallocations	$0	$8,237	($8,237)		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$470,887	$0	$470,887						
(5) Student Health Initiative (SHI)	$158,042	$0	$158,042						
(6) Supernet Access	$0							$0	
(7) Teacher Salary Enhancement (TSE)	$1,338,852	$22,856	$1,304,066					$11,930	$0
(8) Regional P.D. Consortium (6 boards only)	$0								
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$216,317		$58,353	$157,964					$0
(11) **Total Alberta Learning Revenue**	$25,720,072	$604,870	$20,474,015	$157,964	$3,202,965			$1,289,258	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$1,080,811	$0	$0	$1,080,811					
(13) Operations & Maintenance support	$2,303,136			$2,303,136					
(14) Operations & Maintenance support (One-Time)	$253,100			$253,100					
(15) **Total Alberta Infrastructure Revenue**	$3,637,046	$0	$0	$3,637,046					
(16) **Alberta Finance**	$471,656			$471,656	$0			$0	$0
(17) **Other - Government of Alberta**	$48,441	$0	$1,500		$0				$46,941
(18) **Federal Government and/or First Nations**	$449,227	$0	$360,534	$65,646	$0			$23,047	
(19) **Other Alberta school authorities**	$0	$0			$0				$0
(20) **Out of province authorities**	$0	$0			$0				$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$264,230		$264,230						
(23) **Transportation fees**	$0								
(24) **Other sales and services**	$627,072		$168,699	$437,510	$667			$20,196	
(25) **Investment income**	$205,202							$205,202	
(26) **Gifts and donations**	$13,649		$13,649						
(27) **Rentals of facilities**	$173,771		$0	$173,771	$0			$0	$0
(28) **Net school generated funds**	$1,022,520		$1,022,520					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$750,741			$750,741	$0				$0
(31) **TOTAL REVENUES**	$33,392,627	$604,870	$22,305,147	$5,694,334	$3,203,632			$1,537,703	$46,941
EXPENSES									
(32) **Certificated salaries**	$13,845,207	$379,910	$13,266,855				$198,442	$198,442	$0
(33) **Certificated benefits**	$1,471,433	$39,231	$1,416,162				$16,040	$16,040	$0
(34) **Uncertificated salaries and wages**	$4,879,618	$131,695	$2,921,718	$1,219,549	$90,565	$133,224	$350,442	$483,666	$32,425
(35) **Uncertificated benefits**	$960,934	$22,487	$566,676	$249,710	$20,926	$20,861	$74,190	$95,051	$6,084
(36) **SUB - TOTAL**	$21,157,192	$573,323	$18,171,411	$1,469,259	$111,491	$154,085	$639,114	$793,199	$38,509
(37) **Services, contracts & supplies**	$9,382,752	$29,945	$2,914,532	$2,811,389	$2,954,390	$74,122	$540,939	$615,061	$57,435
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$1,022,520		$1,022,520						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$750,741	$0	$0	$750,741	$0		$0	$0	$0
(41) Unsupported	$342,265	$0	$121,911	$191,289		$0	$29,065	$29,065	$0
(42) Total Amortization	$1,093,006	$0	$121,911	$942,030	$0	$0	$29,065	$29,065	$0
Interest on capital debt									
(43) Supported	$471,656	$0	$0	$471,656	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$3,411	$0	$0	$0	$0		$3,411	$3,411	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$33,130,537	$603,268	$22,230,374	$5,694,334	$3,065,881	$228,207	$1,212,529	$1,440,736	$95,944
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$262,090	$1,602	$74,773	$0	$137,751			$96,967	($49,003)
Applicable student numbers/FTE equivalent	3,460.0	208	3,356.0	3,460.0	3,102			3,460.0	
AVERAGE PROGRAM COSTS per student	$9,575	$2,900	$6,624	$1,646	$988			$416	

School Jurisdiction Code: 2125

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$10,835,529	$1,030,138	$174,005	$460,615	$393,886	$372,682		$13,266,855
Certificated benefits	$1,165,083	$103,546	$13,302	$52,720	$43,982	$37,529		$1,416,162
Uncertificated salaries and wages	$586,812	$1,008,821	$42,258	$291,866	$899,567		$92,394	$2,921,718
Uncertificated benefits	$113,945	$203,879	$10,938	$59,100	$164,754		$14,060	$566,676
SUB - TOTAL REMUNERATION	$12,701,369	$2,346,384	$240,503	$864,301	$1,502,189	$410,211	$106,454	$18,171,411
Services, contracts & supplies	$2,161,029	$375,806	$63,099	$23,775	$177,059	$62,176	$51,588	$2,914,532
Cost recoveries & transfers			$0	$0	$0	$0	$0	$0
Net school generated funds	$1,022,520							$1,022,520
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$121,911	$0	$0					$121,911
Total Amortization	$121,911	$0	$0					$121,911
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$16,006,829	$2,722,190	$303,602	$888,076	$1,679,248	$472,387	$158,042	$22,230,374
FTE Certificated				7.0	5.8			
FTE Uncertificated				9.0	32.6			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$14,931,030	$1,932,995	$1,566,902	($8,237)	$18,422,690	$15,260,434	$3,162,256
School Admin & Instruction Support Expenses						$2,722,190	($2,722,190)
System Instruction Support Expenses						$303,602	($303,602)
Total Basic Instruction	$14,931,030	$1,932,995	$1,566,902	($8,237)	$18,422,690	$18,286,226	$136,464
Sub-Programs & Initiatives							
Severely Disabled	$1,697,473		$0		$1,697,473	$1,679,248	$18,225
English as a Second Language	$11,552				$11,552	$14,121	($2,569)
Enhanced Opportunities	$23,000				$23,000	$39,712	($16,712)
First Nations, Metis, and Inuit Education	$81,397		$0		$81,397	$50,403	$30,994
Institutional Programs					$0	$0	$0
Sparsity & Distance	$1,342,221				$1,342,221		$1,342,221
Growth & Density	$17,906				$17,906		$17,906
Teacher Assistants Program	$67,015				$67,015	$131,200	($64,185)
Early Literacy Initiative (K-2)	$122,857				$122,857	$154,022	($31,165)
Learning Resources Credit & Resources for the Classroom	$32,596	$58,353	$264,230		$355,179	$736,175	($380,996)
Technology Integration	$144,222		$0		$144,222	$762,089	($617,867)
French Language Program & Francisation (all jurisdictions)	$15,177		$0		$15,177	$374,354	($359,177)
Home Education	$4,458		$0		$4,458	$2,824	$1,634
Total Sub-Programs & Initiatives	$3,559,874		$264,230		$3,882,457	$3,944,148	($61,691)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$18,490,904	$1,991,348	$1,831,132	($8,237)	$22,305,147	$22,230,374	$74,773

School Jurisdiction Code: 2125

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$573,777	$18,490,904		$3,202,965	$1,277,328	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of *$19,064,681* = *$381,294* *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$8,237	($8,237)				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$8,237	($8,237)		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 2125

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$18,920,459
Support Block - Transportation	$3,202,965
SUBTOTAL	$22,123,424
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$2,303,135
Teacher Salary Enhancement	$1,338,852
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$48,441
Federal government/First Nations	$449,227
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$627,072
Interest on investments	$205,202
Rentals of facilities	$173,771
Gains on disposal of capital assets	$0
Amortization of capital allocations	$750,741
School generated funds (Schedule E)	$1,651,900
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$29,671,765**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o\ = 4%	**5.29%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,569,429
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,569,429**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,440,736
PLUS: transfers to Restricted - Operating (Board/System Administration)	
LESS: transfers from Restricted - Operating (Board/System Administration)	
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,440,736
Maximum Expense Limit for Board & System Administration (Step 3)	$1,569,429
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$128,693

School Jurisdiction Code: 2125

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1470069		$470,069
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$1,651,900	
Less: SGF - related cost recoveries (Note 3)	$634,750	
- capitalized at the District level (Note 4)	$0	
Net Total	$1,017,150	
Plus: Donations Received (Note 5)	$19,119	
Equals: Net Additions to SGF		$1,036,269
Net SGF Available for discretionary spending		$1,506,338
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$1,022,520
Unexpended SGF - Closing Balance August 31, 2003		$483,818

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 2125

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$602,081	$408,459	$0		$209,009	$1,219,549		$1,219,549
Uncertificated benefits	$135,756	$77,471	$0		$36,483	$249,710		$249,710
Sub-total Remuneration	$737,837	$485,930	$0	$0	$245,492	$1,469,259		$1,469,259
Contracted Services	$111,368	$178,966	$0	$1,070,737	$62,427	$1,423,498		$1,423,498
Supplies	$76,045	$176,060	$0		$21,938	$274,043		$274,043
Electricity			$414,049			$414,049		$414,049
Natural Gas/Heating Fuel			$496,282			$496,282		$496,282
Sewer and Water			$61,207			$61,207		$61,207
Telecommunications			$14,728			$14,728		$14,728
Insurance					$127,582	$127,582		$127,582
Amortization of capital assets								
Supported							$750,741	$750,741
Unsupported						$191,289		$191,289
Total Amortization						$191,289	$750,741	$942,030
Interest on capital debt								
Supported							$471,656	$471,656
Unsupported								$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$925,250	$840,956	$986,266	$1,070,737	$457,439	$4,471,937	$1,222,397	$5,694,334
SQUARE METRES								
School Buildings								56,140.3
Non School Buildings								0.0

Notes:	
Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictly, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 2125

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	David Dacyk	1.0	$24,379	$1,578	$0	$0	$0	$25,957	$5,255
Name		0.0			$0	$0	$0	$0	
Other Board Members:									
Name					$0	$0	$0	$0	
Name	Dana Carstens	1.0	$16,544	$467	$0	$0	$0	$17,011	$7,101
Name	Joe Gerlach	1.0	$11,376	$3,215	$0	$0	$0	$14,591	$1,758
Name	Edgar Koehler	1.0	$9,592	$2,876	$0	$0	$0	$12,468	$2,039
Name	Wayne Kowalchuk	1.0	$9,504	$3,167	$0	$0	$0	$12,671	$2,243
Name	Paul Ponich	1.0	$15,198	$319	$0	$0	$0	$15,517	$2,607
Name	Rita Sequeira	1.0	$12,941	$2,872	$0	$0	$0	$15,813	$4,340
Name	Laurie Genert	1.0	$16,811	$2,996	$0	$0	$0	$19,807	$3,891
Name	Valerie Fmachuk	1.0	$16,879	$3,372	$0	$0	$0	$20,251	$6,408
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*9.0*	*$133,224*	*$20,862*	*$0*	*$0*	*$0*	*$154,086*	*$35,642*
Superintendent	Rudi Greb, PHD	1.0	$113,171	$9,548	$0	$0	$0	$122,719	$13,806
Superintendent					$0	$0	$0	$0	
Secretary/Treasurer	Dave Holler	1.0	$78,081	$12,799	$0	$0	$0	$90,880	$4,971
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		203.4	$13,732,036	$1,461,885	$0	$0	$0	$15,193,921	
Uncertificated Salaries & Wages		140.7	$4,668,313	$927,273	$0	$0	$0	$5,595,586	
TOTALS			$18,724,825	$2,432,367	$0	$0	$0	$21,157,192	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 2125

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 6020

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Aurora School Ltd.
Name of School Jurisdiction

8755-170 Street, Edmonton AB T5R 5Y6
Mailing Address

Phone: (780) 930-5502 Fax: (780) 930-5598
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Aurora School Ltd. (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Klaus Zerulla	"Original Signed By"
Name	Signature

SUPERINTENDENT

Ross Johnston	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER

Holly Maccagno	"Original Signed By"
Name	Signature

1-Dec-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

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G. P. COSKEY PROFESSIONAL CORPORATION
CHARTERED ACCOUNTANT

[illegible]
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[illegible]
[illegible]
[illegible]

AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS
AURORA SCHOOL LTD.

I have audited the statement of financial position of Aurora School Ltd. as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the School management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion these financial statements present fairly, in all material respects, the financial position of the School as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

G.P. Coskey
Chartered Accountant

Edmonton, Alberta

October 2, 2003

School Jurisdiction Code: 6020

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$2,505,402	$2,129,026
Accounts receivable (net after allowances)		$90,381	$57,202
Prepaid expenses		$4,400	$4,400
Other current assets		$0	$0
Total current assets		$2,600,183	$2,190,628
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Capital assets			
Land		$0	$0
Buildings	$137,694		
Less: accumulated amortization	($32,951)	$104,743	$44,757
Equipment	$595,054		
Less: accumulated amortization	($551,991)	$43,063	$57,383
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$147,806	$102,140
TOTAL ASSETS		$2,747,989	$2,292,768
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$250,876	$161,121
Deferred revenue		$75,260	$91,769
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$326,136	$252,890
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$326,136	$252,890
NET ASSETS			
Unrestricted net assets		$81,310	$179,245
Operating Reserves		$510,403	$477,404
Accumulated Operating Surplus (Deficit)		$591,713	$656,649
Investment in capital assets		$147,806	$102,140
Capital Reserves		$1,682,334	$1,281,089
Total Capital Funds		$1,830,140	$1,383,229
Total net assets		$2,421,853	$2,039,878
TOTAL LIABILITIES AND NET ASSETS		$2,747,989	$2,292,768

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6020

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$2,015,893	$2,045,500	$1,993,536
Alberta Infrastructure	$405,302	$264,500	$268,631
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$22,059	$30,200	$26,455
Transportation fees	$32,999	$16,500	$24,256
Other sales and services	$2,595	$0	$14,545
Investment income	$56,459	$24,000	$35,110
Gifts and donations	$0	$0	$0
Rentals of facilities	$0	$2,000	$0
Net school generated funds	$42,884	$10,000	$89,159
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$2,578,191	$2,392,700	$2,451,692
EXPENSES			
Certificated salaries	$1,322,070	$1,273,200	$1,166,789
Certificated benefits	$143,778	$146,600	$136,221
Uncertificated salaries and wages	$133,187	$90,000	$123,178
Uncertificated benefits	$14,446	$9,400	$11,678
Services, contracts and supplies	$510,982	$573,000	$420,436
Net school generated funds	$42,884	$10,000	$89,159
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$28,089	$175,000	$29,309
Total Amortization of capital assets	$28,089	$175,000	$29,309
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$780	$2,400	$750
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$2,196,216	$2,279,600	$1,977,520
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$381,975	$113,100	$474,172
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$381,975	$113,100	$474,172

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6020

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$381,975	$474,172
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$28,089	$29,309
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($33,179)	($41,726)
Prepaids and other current assets	$0	($200)
Payables and accrued liabilities	$89,755	$23,124
Deferred revenue	($16,509)	($76,724)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$450,131	$407,955
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($73,755)	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	($73,755)	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	$376,376	$407,955
Cash Equivalents at the beginning of the year	$2,129,026	$1,721,071
Cash Equivalents at the end of the year	$2,505,402	$2,129,026

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6020

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4)	**INVESTMENT IN CAPITAL ASSETS**	**UNRESTRICTED NET ASSETS**	**TOTAL RESTRICTED NET ASSETS** (Columns 5 to 15)	**RESTRICTED NET ASSETS**										
					School Based		**Alberta Infrastructure**			**Board & System Admin.**		**Transportation**		**External Services**	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$2,039,878	$102,140	$179,245	$1,758,493	$250,000	$0	$140,646	$0	$1,281,089	$0	$0	$86,758	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$2,039,878	$102,140	$179,245	$1,758,493	$250,000	$0	$140,646	$0	$1,281,089	$0	$0	$86,758	$0	$0	$0
Surplus(def) of revenue over expenses	$381,975		$381,975												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$73,755	$0	($73,755)	$0	$0	$0		($73,755)	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($28,089)	$28,089												
Amortization of capital allocations		$0	$0												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($32,999)	$32,999	$0		$0			$0		$32,999		$0	
Net transfers from operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers to capital reserves			($475,000)	$475,000		$0			$475,000		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$2,421,853	$147,806	$81,310	$2,192,737	$250,000	$0	$140,646	$0	$1,682,334	$0	$0	$119,757	$0	$0	$0

School Jurisdiction Code: 6020

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$0	$0
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2003		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

AURORA SCHOOL LTD.

Notes to Financial Statements

Year ended August 31, 2003

---

1. Description of business

Aurora School Ltd. is a non-profit charter school incorporated under the Companies Act of Alberta. The School is governed by the School Act and the related Chartered Schools regulations. The School's Charter has been renewed by Alberta Education for five years beginning September 2001.

2. Significant accounting policies

These financial statements have been prepared in accordance with generally accepted accounting principles ("GAAP"). The following policies have been adopted where there are alternatives available under GAAP.

a) Capital assets

Capital assets are stated at cost. The cost of maintenance, repairs and renewals or replacements, other than those of a major nature, are charged to expense as incurred.

The school provides for amortization using the straight-line method applying rates which will amortize the original cost to the estimated salvage value over the useful life of the assets. The annual rates used are as follows:

Computer hardware	33 %
Computer software	50 %
Furniture and equipment	5 %
Portable classroom building	10 %

Improvements to building and grounds are amortized on a straight-line method at 20% per annum which relates to the remaining term of the lease.

b) Revenue recognition

Aurora School Ltd. follows the deferral method of accounting for donation contributions (note 5). Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can reasonably be estimated and collection is reasonably assured.

c) Contributed services

Volunteers contribute many hours to assist the school in performing its function. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

d) Income taxes

Aurora School Ltd., is a registered charity and is exempt from income taxes under subsection 149.1(1) of the Income Tax Act

AURORA SCHOOL LTD.

Notes to Financial Statements

Year ended August 31, 2003

---

e) Pensions

The School's employment contracts have no provision for employer contributions to a pension plan. The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta.

f) Measurement uncertainty

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of accounting principles.

3. Capital assets

	2003			2002
	Cost	Accumulated Amortization	Net	Net
Portable classroom building	$ 137,694	$ 32,951	$ 104,743	$ 44,757
Furniture and equipment	71,598	28,535	43,063	57,383
Computer hardware	109,016	109,016	-	-
Computer software	10,756	10,756	-	-
Improvements to building and grounds	403,684	403,684	-	-
	$ 732,748	$ 584,942	$ 147,806	$ 102,140

4. Deferred contributions

	2003	2002
Donner Canadian Foundation	$ 53,976	$ 70,485
Sundry donors for playground development	21,284	21,284
	$ 75,260	$ 91,769

The deferred contributions represent resources which are restricted by the contributors as to their use. As a result of these restrictions, cash in the amounts of $75,260 for 2003 and $91,769 for 2002 are restricted.

The School has spent $16,509 of the Donner Canadian Foundation contribution during the year. The funds are to be spent on developing the library, a program evaluation system, a Canadian history curriculum and a biological science program.

The School has received various donations for playground development. None of these funds have been expended.

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5. Restrictions on net assets

As the School is not permitted to borrow funds, the Board has appropriated surpluses to provide for the following future commitments and/or contractual obligations:

a) Relocation costs $ 150,000

This internal restriction of net assets will provide for future relocation costs as the School is reviewing options to relocate to a new facility.

b) Curriculum development $ 100,000

This internal restriction of net assets will provide for any costs associated with the School developing a high school program.

c) Building and grounds maintenance $ 140,646

This internal restriction of net assets will provide for upgrades and improvements to the school as required under the occupancy agreement (note 8).

d) Building development $ 475,000

This internal restriction of net assets will provide for the adaptation of existing premises or the construction of an alternate facility.

e) Leasehold upgrades $ 1,207,334

This internal restriction of net assets will provide for any leasehold upgrades.

6. Fund raising

	2003	2002
Revenues	$ 51,814	$ 55,566
Expenses	(25,769)	(30,245)
	$ 26,045	$ 25,321

7. Conservatory and Mandarin classes

	2003	2002
Revenues	$ 2,595	$ 14,545
Expenses	(2,595)	(14,545)
	$ -	$ -

AURORA SCHOOL LTD.

Notes to Financial Statements

Year ended August 31, 2003

---

8. Premises commitment

Aurora School Ltd. is committed under the terms of a premises commitment expiring in August 2005 to annual rent plus operating costs estimated to be $240,000 for the 2003/2004 school year.

9. Financial instruments

The School's financial instruments consist of accounts receivable, accounts payable and accrued liabilities, bonuses payable, prepaid admission fees, and deferred contributions. It is management's opinion that the School is not exposed to significant interest, currency or credit risks arising from these financial instruments.

School Jurisdiction Code: 6020

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$1,869,090	$82,990	$1,586,100						
(2) Support block	$258,318				$137,475			$120,843	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$13,500	$0	$13,500						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$74,985	$3,630	$71,355					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$2,015,893	$86,620	$1,670,955	$0	$137,475			$120,843	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$166,137	$0	$0	$166,137					
(13) Operations & Maintenance support	$202,661			$202,661					
(14) Operations & Maintenance support (One-Time)	$36,504			$36,504					
(15) **Total Alberta Infrastructure Revenue**	$405,302	$0	$0	$405,302					
(16) **Alberta Finance**	$0			$0	$0			$0	$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$22,059	$3,000	$19,059						
(23) **Transportation fees**	$32,999				$32,999				
(24) **Other sales and services**	$2,595	$0	$0	$0	$0			$0	$2,595
(25) **Investment income**	$56,459	$0	$0	$56,459	$0			$0	$0
(26) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$42,884		$42,884					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$2,578,191	$89,620	$1,732,898	$461,761	$170,474			$120,843	$2,595
EXPENSES									
(32) **Certificated salaries**	$1,322,070	$71,940	$1,250,130				$0	$0	$0
(33) **Certificated benefits**	$143,778	$7,166	$136,612				$0	$0	$0
(34) **Uncertificated salaries and wages**	$133,187	$0	$98,387	$0	$0	$0	$34,800	$34,800	$0
(35) **Uncertificated benefits**	$14,446	$0	$14,446	$0	$0	$0	$0	$0	$0
(36) **SUB - TOTAL**	$1,613,481	$79,106	$1,499,575	$0	$0	$0	$34,800	$34,800	$0
(37) **Services, contracts & supplies**	$510,982	$1,306	$184,714	$220,462	$51,628	$0	$50,277	$50,277	$2,595
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$42,884		$42,884						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$28,089	$0	$0	$28,089	$0	$0	$0	$0	$0
(42) Total Amortization	$28,089	$0	$0	$28,089	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$780	$0	$0	$780	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$2,196,218	$80,412	$1,727,173	$249,331	$51,628	$0	$85,077	$85,077	$2,595
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$381,975	$9,208	$5,725	$212,430	$118,846			$35,766	$0
Applicable student numbers/FTE equivalent	372.0	40	352.0	372.0	325			372.0	
AVERAGE PROGRAM COSTS per student	$5,904	$2,010	$4,907	$670	$159			$229	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$1,107,355	$142,775	$0	$0	$0	$0	$0	$1,250,130
Certificated benefits	$119,135	$17,477	$0	$0	$0	$0	$0	$136,612
Uncertificated salaries and wages	$10,836	$87,551	$0	$0	$0	$0	$0	$98,387
Uncertificated benefits	$0	$14,446	$0	$0	$0	$0	$0	$14,446
SUB - TOTAL REMUNERATION	$1,237,326	$262,249	$0	$0	$0	$0	$0	$1,499,575
Services, contracts & supplies	$103,584	$68,125	$0	$0	$0	$13,005	$0	$184,714
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$42,884							$42,884
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$1,383,794	$330,374	$0	$0	$0	$13,005	$0	$1,727,173
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$1,536,975	$84,855	$42,884	$0	$1,664,714	$1,324,232	$340,482
School Admin & Instruction Support Expenses						$330,374	($330,374)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$1,536,975	$84,855	$42,884	$0	$1,664,714	$1,654,606	$10,108
Sub-Programs & Initiatives							
Severely Disabled	$0		$0		$0	$0	$0
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$0				$0		$0
Teacher Assistants Program	$11,327				$11,327	$9,250	$2,077
Early Literacy Initiative (K-2)	$21,520				$21,520	$15,718	$5,802
Learning Resources Credit & Resources for the Classroom	$0	$0	$19,059		$19,059	$31,967	($12,908)
Technology Integration	$15,136		$0		$15,136	$15,136	$0
French Language Program & Francisation (all jurisdictions)	$1,142		$0		$1,142	$496	$646
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$49,125		$19,059		$68,184	$72,567	($4,383)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$1,586,100	$84,855	$61,943	$0	$1,732,898	$1,727,173	$5,725

School Jurisdiction Code: 6020

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$82,990	$1,586,100		$137,475	$120,843	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of | ***$1,669,090*** | = | ***$33,382*** | ***$0***						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 6020

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$1,653,954
Support Block - Transportation	$137,475
SUBTOTAL	$1,791,429

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$202,661
Teacher Salary Enhancement	$74,985
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$2,595
Interest on investments	$56,459
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$51,814
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$2,179,943**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and ov = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)	$130,797

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	50,000	$130,797
If Francophone Board, enter 330,000	0	$0

(If none of these considerations apply, leave the above cells blank)

MAXIMUM EXPENSE LIMIT	**$130,797**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$85,077
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$85,077
Maximum Expense Limit for Board & System Administration (Step 3)	$130,797
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$45,720

School Jurisdiction Code: 6020

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$51,814	
Less: SGF - related cost recoveries (Note 3)	$25,769	
- capitalized at the District level (Note 4)	$0	
Net Total	$26,045	
Plus: Donations Received (Note 5)	$16,839	
Equals: Net Additions to SGF		$42,884
Net SGF Available for discretionary spending		$42,884
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$42,884
Unexpended SGF - Closing Balance August 31, 2003		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 6020

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$0	$0	$220,462	$0	$0	$220,462		$220,462
Supplies	$0	$0	$0	$0	$0	$0		$0
Electricity			$0			$0		$0
Natural Gas/Heating Fuel			$0			$0		$0
Sewer and Water			$0			$0		$0
Telecommunications			$0			$0		$0
Insurance					$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$28,089		$28,089
Total Amortization						$28,089	$0	$28,089
Interest on capital debt								
Supported							$0	$0
Unsupported						$0		$0
Other interest charges						$780		$780
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$0	$0	$220,462	$0	$0	$249,331	$0	$249,331
SQUARE METRES								
School Buildings								3,855.0
Non School Buildings								0.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictly, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 6020

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Debra King	1.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Tim Werbiski	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Bruce George	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Nazir Mulji	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Rene Mella	1.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*5.0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*
Superintendent	Ross Johnston	1.0	$34,800	$0	$0	$4,500	$0	$39,300	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Holly Maccagno	0.2	$8,937	$0	$0	$1,000	$0	$9,937	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		20.5	$1,191,070	$143,778	$0	$131,000	$0	$1,465,848	
Uncertificated Salaries & Wages		4.0	$84,887	$14,446	$0	$13,500	$0	$112,833	
TOTALS			**$1,319,694**	**$158,224**	**$0**	**$150,000**	**$0**	**$1,627,918**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 6020

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 2285

AUDITED FINANCIAL STATEMENTS

and Supporting Schedules

FOR THE YEAR ENDED AUGUST 31, 2003

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Battle River Regional Division #31
Name of School Jurisdiction

5402 48A Ave, Camrose T4V 0L3
Mailing Address

Telephone (780)672-6131 Fax (780)672-6137
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Battle River Regional Division #31 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Gwenda Poyser	"Original Signed By"
Name	Signature

SUPERINTENDENT

Warren Phillips	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER

William Schulte	"Original Signed By"
Name	Signature

28-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 2285

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FOSSEN HARBERG NIKIFORUK WOOD

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AUDITORS' REPORT

To the Board of Trustees
Battle River Regional Division No. 31

We have audited the statement of financial position of the Battle River Regional Division No. 31 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations, for the year ended in accordance with Canadian generally accepted accounting principles.

The previous report dated October 21, 2003 has been withdrawn and the financial statements have been revised as described in note 15.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Fossen Harberg Nikiforuk Wood
Chartered Accountants

Camrose, Alberta
October 21, 2003
April 26, 2004

School Jurisdiction Code: 2285

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002 Revised
ASSETS			
Current assets			
Cash and temporary investments		$10,665,933	$16,750,093
Accounts receivable (net after allowances)		$1,897,780	$1,127,050
Prepaid expenses		$505,837	$773,493
Other current assets		$594,776	$515,865
Total current assets		$13,664,326	$19,166,501
School generated assets		$676,635	$786,702
Trust assets		$217,261	$1,125,943
Long term accounts receivable		$0	$0
Capital assets			
Land		$1,151,724	$1,151,724
Buildings	$69,068,537		
Less: accumulated amortization	($31,097,355)	$37,971,182	$35,243,821
Equipment	$4,142,695		
Less: accumulated amortization	($2,330,393)	$1,812,302	$2,194,640
Vehicles	$8,460,346		
Less: accumulated amortization	($4,850,842)	$3,609,504	$4,256,171
Total capital assets		$44,544,712	$42,846,356
TOTAL ASSETS		$59,102,934	$63,925,502
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,648,981	$4,319,581
Deferred revenue		$2,176,439	$3,286,389
Deferred capital allocations		$53,253	$2,730,932
Current portion of all long term debt		$1,304,155	$1,363,717
Total current liabilities		$6,182,828	$11,700,619
School generated liabilities		$676,635	$786,702
Trust liabilities		$217,261	$1,125,943
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$11,384,501	$12,748,218
	Less: Current portion of supported debt	($1,304,155)	($1,363,717)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$14,189,400	$11,000,613
Total long term liabilities		$25,163,542	$24,297,759
TOTAL LIABILITIES		$31,346,470	$35,998,378
NET ASSETS			
Unrestricted net assets		$1,433,434	$1,433,436
Operating Reserves		$7,305,497	$7,396,164
Accumulated Operating Surplus (Deficit)		$8,738,931	$8,829,600
Investment in capital assets		$18,970,812	$19,097,524
Capital Reserves		$46,721	$0
Total Capital Funds		$19,017,533	$19,097,524
Total net assets		$27,756,464	$27,927,124
TOTAL LIABILITIES AND NET ASSETS		$59,102,934	$63,925,502

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2285

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003 Revised	Actual 2002 Revised
REVENUES			
Alberta Learning	$48,828,480	$47,527,878	$48,099,874
Alberta Infrastructure	$5,260,469	$5,245,362	$2,609,898
Alberta Finance	$1,215,662	$1,294,236	$1,390,979
Other Government of Alberta	$169,297	$163,250	$215,639
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$749	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$509,159	$421,380	$555,584
Transportation fees	$13,114	$16,250	$16,533
Other sales and services	$695,392	$152,125	$592,041
Investment income	$427,246	$300,000	$367,344
Gifts and donations	$24,746	$0	$10,504
Rentals of facilities	$10,315	$12,600	$16,029
Net school generated funds	$1,075,604	$1,000,000	$796,623
Gains on disposal of capital assets	$15,335	$0	$67,181
Amortization of capital allocations	$1,391,470	$1,376,181	$1,366,715
Total Revenues	$59,637,038	$57,509,262	$56,104,944
EXPENSES			
Certificated salaries	$29,328,747	$29,299,533	$25,577,748
Certificated benefits	$3,032,762	$2,614,649	$2,426,782
Uncertificated salaries and wages	$9,953,075	$8,935,295	$8,917,517
Uncertificated benefits	$1,578,595	$1,529,013	$1,674,220
Services, contracts and supplies	$11,740,324	$10,553,435	$11,084,427
Net school generated funds	$1,075,604	$1,000,000	$796,623
Capital and debt services			
Amortization of capital assets			
Supported	$1,391,470	$1,376,181	$1,366,715
Unsupported	$1,961,269	$1,889,833	$1,832,795
Total Amortization of capital assets	$3,352,739	$3,266,014	$3,199,510
Interest on capital debt			
Supported	$1,215,662	$1,294,236	$1,362,215
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,215,662	$1,294,236	$1,362,215
Other interest charges	$33,429	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$61,310,937	$58,492,175	$55,039,042
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($1,673,899)	($982,913)	$1,065,902
Block BQRP revenue used for capital purposes	$357,514	$0	$19,725
Block MOD revenue used for capital purposes	$327,010	$0	$0
1999 One-time grant revenue used for capital purposes	$818,715	$0	$440,000
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($170,660)	($982,913)	$1,525,627

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2285

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($170,660)	$1,525,627
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,391,470)	($1,366,715)
Total amortization expense	$3,352,739	$3,199,510
Gains on disposal of capital assets	($15,335)	($67,181)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($770,730)	$483,187
Prepaids and other current assets	$188,745	($1,388,667)
Payables and accrued liabilities	($1,670,600)	$1,151,215
Deferred revenue	($1,109,950)	($336,350)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,587,261)	$3,200,626
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($4,705,993)	($1,043,759)
Equipment	($293,868)	($333,845)
Vehicles	($91,261)	($1,097,485)
Net proceeds from disposal of capital assets	$55,362	$67,181
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($5,035,760)	($2,407,908)
C. FINANCING ACTIVITIES		
Capital allocations received	$538,861	$1,009,810
Issue of long term debt	$0	$0
Repayment of long term debt	($1,363,717)	($1,410,609)
Add back: supported portion	$1,363,717	$1,410,609
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$538,861	$1,009,810
Net sources (uses) of cash equivalents* during year	($6,084,160)	$1,802,528
Cash Equivalents at the beginning of the year	$16,750,093	$14,947,565
Cash Equivalents at the end of the year	$10,665,933	$16,750,093

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2285

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$27,319,823	$18,490,223	$1,433,436	$7,396,164	$4,417,208	$0	$754,071	$0	$0	$441,778	$0	$1,783,107	$0	$0	$0
Prior period adjustments (describe)															
Capitalization of WIP - Prior	$213,092	$213,092	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Capitalization of WIP - 2002	$394,209	$394,209	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$27,927,124	$19,097,524	$1,433,436	$7,396,164	$4,417,208	$0	$754,071	$0	$0	$441,778	$0	$1,783,107	$0	$0	$0
Surplus(def) of revenue over expenses	($170,660)		($170,660)												
Block BQRP funded capital transactions		$357,514	($357,514)												
Block MOD funded capital transactions		$327,010	($327,010)												
Board funded capital transactions		$1,190,060	($818,715)	($371,345)	($181,117)	($2,200)	($135,431)		$0	($6,129)	$0	($40,027)	($6,441)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($3,352,739)	$3,352,739												
Amortization of capital allocations		$1,391,470	($1,391,470)												
Disposal of unsupported capital assets	$0	($40,027)	($15,335)	$55,362		$2,200			$0		$0		$53,162		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($624,038)	$624,038	$0		$0			$198,552		$425,486		$0	
Net transfers from operating reserves			$352,001	($352,001)	($92,533)		($259,468)			$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$27,756,464	$18,970,812	$1,433,434	$7,352,218	$4,143,558	$0	$359,172	$0	$0	$634,201	$0	$2,168,566	$46,721	$0	$0

School Jurisdiction Code: 2285

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002	$2,730,932	$11,000,613
Prior period adjustment	$0	
Adjusted balance, August 31, 2002	$2,730,932	$11,000,613
Add:		
Capital allocations from: AB Infrastructure - New/Modernization Projects	$453,348	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$42,835	
Other capital grants and donations	$42,678	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (depreciable, at Fair Market Value)		$0
Transferred in capital assets (depreciable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$1,363,717
Expended capital allocations - current year	($3,216,540)	$3,216,540
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,391,470
Balance at August 31, 2003	$53,253	$14,189,400

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2003

1. Authority and Purpose

Battle River Regional Division No. 31 delivers education programs under the authority of the School Act, Chapter S-3, Statues of Alberta, January 1, 2002.

The School Jurisdiction receives block allocations for instruction and support under Regulation 72/95. This Regulation limits funding and expenses for administration. It permits the Jurisdiction within specified limits, to reallocate funding between the instruction and support blocks.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred revenue until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital assets acquired by the funds.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as a direct increase in trust assets and liabilities.

2. Summary of Significant Accounting Policies (continued)

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

b) Capital Assets

Capital assets costing greater than $5,000 are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	2.5% to 6.7%
Equipment	10% and 20%
Vehicles	10% and 20%

In the year of acquisition, no amortization is recorded. In year of disposal, full year of amortization is calculated.

c) Inventories

Inventories are recorded at the lower of cost or net realizable value.

d) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

e) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

f) Contributed Services

Volunteers assist schools operated by the jurisdiction in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is not otherwise purchased, contributed services are not recognized in the financial statements.

g) Pension Obligation

Pension costs included in these statements comprise the cost of the employer contributions for current service of employees during the year.

2. Summary of Significant Accounting Policies (continued)

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta under the terms of the Teachers Pension Plan Act. The Battle River Regional Division No. 31 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $216,595 for the year ended August 31, 2003.

3. Accounts Receivable

	2003	2002
Provincial government	$ 1,666,086	$ 866,048
Federal government	121,545	146,849
Alberta municipalities	380	-
Other Alberta School Jurisdictions	5,244	-
Other	104,525	114,153
	$ 1,897,780	**$ 1,127,050**

4. Bank Indebtedness

The Jurisdiction has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the Jurisdiction. There was no balance outstanding on the line of credit at August 31, 2003.

5. Accounts Payable and Accruals

	2003	2002
Provincial government	$ 878,019	$ 1,146,691
Federal government	5,242	627,371
Alberta municipalities	8,880	25,176
Other Alberta School Jurisdictions	10,545	106,071
Trade payables and accrued liabilities	1,746,295	2,414,272
	$ 2,648,981	**$ 4,319,581**

6. Deferred Revenue

	2003	Revised 2002
BQRP	$ 605,154	$ 901,486
One-time funding	-	818,747
AISI	279,978	371,004
Fees	20,116	27,908
Alberta Infrastructure	466,035	-
Block Modernization Funds	805,156	978,036
One-time grant	-	189,208
	$ 2,176,439	**$ 3,286,389**

7. Trust Liabilities

	2003	2002
Endowment funds for scholarships	$ 181,040	$ 145,830
Public reserve land	17,003	16,563
Damage deposits	460	447
Student travel	247	7,089
Early childhood services	18,511	19,085
Deferred salary retirement plan	-	9,430
Student Health Initiative program	-	927,499
	$ 217,261	**$ 1,125,943**

8. Long-Term Debt

	2003	2002
a) Alberta Municipal Finance Corporation debentures have interest rates which range between 7.375% to 12%; various maturity dates up to 2020; fully supported by grants from Alberta Finance.	$11,384,501	$12,748,218
Less: Current portion of long-term debt	1,304,155	1,363,717
	$10,080,346	**$11,384,501**

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED AUGUST 31, 2003

8. Long-Term Debt (continued)

Principal payments due within the next five years are as follows:

2004	$ 1,304,155
2005	$ 1,164,663
2006	$ 1,149,983
2007	$ 998,221
2008	$ 998,221

b) As the debentures are fully supported by grants, the amount of working capital (current assets minus current liabilities) available is understated by $1,304,155 as at August 31, 2003 (2002 - $1,363,717).

9. Reserves

Reserves created by authorization of the Board of Trustees represent funds allocated for future capital expenditures and future operating expenses. The reserves are established and expended in accordance with the terms and conditions established by the Board.

	Balance Beginning	Appropriated	Utilized	Balance Ending
Operating				
School	$ 970,009	$ 280,973	$ 165,341	$ 1,085,641
School mini-budgets	$ 1,511,979	$ -	$ 102,903	$ 1,409,076
Special Education	$ 1,355,376	$ -	$ 392,027	$ 963,349
Computer Services	$ 22,461	$ 28,658	$ 5,685	$ 45,434
Program Enhancement Fund	$ 557,383	$ 82,675	$ -	$ 640,058
Operations & Maintenance	$ 754,071	$ -	$ 394,899	$ 359,172
System Administration	$ 441,778	$ 198,552	$ 6,129	$ 634,201
Transportation	$ 1,783,107	$ 508,159	$ 122,700	$ 2,168,566
	$ 7,396,164	$ 1,099,017	$ 1,189,684	$ 7,305,497
Capital				
Equipment	$ -	$ 55,362	$ 8,641	46,721
	$ -	$ 55,362	$ 8,641	46,721
	$ 7,396,164	**$ 1,154,379**	**$ 1,198,325**	**$ 7,352,218**

10. Financial Instruments

The Jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the Jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair market value of the financial instruments approximate their carrying value. The Jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

11. Budget Amounts

The budget was prepared by the Jurisdictions management with the Board of Trustees approval given on June 13, 2002. It is presented for information purposes only and has not been audited.

12. Contingent Liabilities

The Jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange. Under the terms of membership, the Jurisdiction could become liable for its proportionate share of any claim loses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

13. Commitments

Building Projects

The Jurisdiction is committed to further capital expenditures for the modernizations at Forestburg and Charlie Killam and upgrades at Hay Lakes of approximately $1,685.000. It is anticipated that these costs will be fully funded by capital allocations and BQRP funding from Alberta Infrastructure.

The Jurisdiction is committed to building a maintenance shop at Killam of approximately $175,000 to be funded out of the maintenance department operating reserve account.

Equipment

The Jurisdiction is committed to purchasing buses of approximately $1,687,000 to be funded out of the transportation department operating reserve account.

14. Comparative Figures

Certain of the comparative figures have been reclassified to conform with the current year's presentation.

15. Revised Financial Statements

The financial statements have been revised to reflect a change in accounting policy for construction projects in progress. Capital projects in progress at year end are now closed to capital assets and the related funding is credited to unamortized capital allocations or operating revenue as applicable. Previously, construction projects and the related funding were recorded as other current assets and deferred revenue until they were completed. In addition, the statements have been revised to reflect Block Modernization funding used for capital projects as current revenue as opposed to an addition to unamortized capital allocations.

The overall effect on the Alberta Learning financial statements from the previous released statements are: Accounts receivable increased by $212,426 (2002 – 0); Other current assets decreased by $5,896,592 (2002 - $1,830,890); Buildings increased by $5,896,593 (2002 - $1,830,890); Deferred Revenue decreased by $366,977 (increase in 2002 - $978,036); Deferred capital allocations decreased by $5,317,191 (2002 - $2,808,926); Unamortized capital allocations increased by $3,813,593 (2002 - $1,223,589); and Investment in Capital assets increased by $2,083,002 (2002 - $607,301).

School Jurisdiction Code: 2285

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$39,261,119	$1,564,965	$37,696,154						
(2) Support block	$6,579,385				$4,651,038			$1,928,347	
(3) Instruction & support block reallocations	$0	$14,860	($14,860)		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$1,027,026	$0	$1,027,026						
(5) Student Health Initiative (SHI)	$263,245	$0	$263,245						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$1,688,000	$24,940	$1,648,403					$14,657	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$9,705	$0	$9,705	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$48,828,480	$1,604,765	$40,629,673	$0	$4,651,038			$1,943,004	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$372,673	$0	$0	$372,673					
(13) Operations & Maintenance support	$4,887,796			$4,887,796					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$5,260,469	$0	$0	$5,260,469					
(16) **Alberta Finance**	$1,215,662			$1,215,662	$0			$0	$0
(17) **Other - Government of Alberta**	$169,297	$0	$162,649	$6,648	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$749	$0	$749	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$509,159	$14,122	$495,037						
(23) **Transportation fees**	$13,114				$13,114				
(24) **Other sales and services**	$695,392	$0	$365,237	$143,759	$182,034			$4,362	$0
(25) **Investment income**	$427,246	$0	$377,527	$0	$0			$49,719	$0
(26) **Gifts and donations**	$24,746	$0	$9,113	$15,633	$0				$0
(27) **Rentals of facilities**	$10,315		$0	$10,315	$0			$0	$0
(28) **Net school generated funds**	$1,075,604		$1,075,604					$0	
(29) **Gains on disposal of capital assets**	$15,335		$2,200	$0	$13,135			$0	$0
(30) **Amortization of capital allocations**	$1,391,470		$58,022	$1,329,605	$3,843				$0
(31) **TOTAL REVENUES**	$59,637,038	$1,618,887	$43,175,811	$7,982,091	$4,863,164			$1,997,085	$0
EXPENSES									
(32) **Certificated salaries**	$29,328,747	$629,510	$28,476,238				$222,999	$222,999	$0
(33) **Certificated benefits**	$3,032,762	$64,001	$2,952,456				$16,305	$16,305	$0
(34) **Uncertificated salaries and wages**	$9,953,075	$406,998	$5,662,331	$997,913	$2,119,834	$143,568	$622,431	$765,999	$0
(35) **Uncertificated benefits**	$1,578,595	$64,116	$998,538	$215,964	$210,879	$25,238	$63,860	$89,098	$0
(36) **SUB - TOTAL**	$43,893,179	$1,164,625	$38,089,563	$1,213,877	$2,330,713	$168,806	$925,595	$1,094,401	$0
(37) **Services, contracts & supplies**	$11,740,[illegible]	$344,907	$4,334,925	$4,482,415	$2,089,988	$85,393	$402,696	$488,089	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	($182,614)	$0	$0	$0	$182,614	$182,614	$0
(39) **Net school generated funds**	$1,075,604		$1,075,604						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1,391,470	$0	$58,022	$1,329,605	$3,843		$0	$0	$0
(41) Unsupported	$1,961,269	$0	$524,179	$683,141	$651,250	$0	$102,699	$102,699	$0
(42) Total Amortization	$3,352,739	$0	$582,201	$2,012,746	$655,093	$0	$102,699	$102,699	$0
Interest on capital debt									
(43) Supported	$1,215,662	$0	$0	$1,215,662	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$33,429	$0	$0	$0	$0		$33,429	$33,429	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$61,310,937	$1,509,532	$43,899,679	$8,924,700	$5,075,794	$254,199	$1,647,033	$1,901,232	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($1,673,899)	$109,355	($723,868)	($942,609)	($212,630)			$95,853	$0
Applicable student numbers/FTE equivalent	7,401.5	365	7,219.0	7,382.5	4,341			7,401.5	
AVERAGE PROGRAM COSTS per student	$8,284	$4,136	$6,081	$1,209	$1,169			$257	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$22,704,495	$1,993,671	$110,898	$1,597,689	$1,296,234	$773,251	$0	$28,476,238
Certificated benefits	$2,365,035	$197,065	$8,451	$169,904	$138,334	$73,667	$0	$2,952,456
Uncertificated salaries and wages	$688,209	$2,001,398	$81,892	$31,919	$2,677,555	$2,462	$178,896	$5,662,331
Uncertificated benefits	$122,605	$348,253	$16,857	$7,420	$467,106	$163	$36,134	$998,538
SUB - TOTAL REMUNERATION	$25,880,344	$4,540,387	$218,098	$1,806,932	$4,579,229	$849,543	$215,030	$38,089,563
Services, contracts & supplies	$1,875,130	$1,836,286	$8,912	$206,115	$227,180	$133,087	$48,215	$4,334,925
Cost recoveries & transfers	$0	$0	($182,614)	$0	$0	$0	$0	($182,614)
Net school generated funds	$1,075,604							$1,075,604
Amortization of capital assets								
Supported	$0	$58,022	$0					$58,022
Unsupported	$0	$524,179	$0					$524,179
Total Amortization	$0	$582,201	$0					$582,201
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$28,831,078	$6,958,874	$44,396	$2,013,047	$4,806,409	$982,630	$263,245	$43,899,679
FTE Certificated				23.2	19.4			
FTE Uncertificated				1.0	183.4			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$31,267,030	$2,938,707	$2,051,101	($14,860)	$36,241,978	$30,528,963	$5,713,015
School Admin & Instruction Support Expenses						$6,958,874	($6,958,874)
System Instruction Support Expenses						$44,396	($44,396)
Total Basic Instruction	$31,267,030	$2,938,707	$2,051,101	($14,860)	$36,241,978	$37,532,233	($1,290,255)
Sub-Programs & Initiatives							
Severely Disabled	$4,185,086		$0		$4,185,086	$4,806,409	($621,323)
English as a Second Language	$119,094				$119,094	$119,094	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$46,738				$46,738	$46,738	$0
Sparsity & Distance	$1,178,507				$1,178,507		$1,178,507
Growth & Density	$97,880				$97,880		$97,880
Teacher Assistants Program	$139,207				$139,207	$139,207	$0
Early Literacy Initiative (K-2)	$237,498				$237,498	$237,498	$0
Learning Resources Credit & Resources for the Classroom	$79,177	$9,672	$495,037		$583,886	$583,886	$0
Technology Integration	$308,697		$0		$308,697	$377,236	($68,539)
French Language Program & Francisation (all jurisdictions)	$14,748		$0		$14,748	$14,749	($1)
Home Education	$22,492		$0		$22,492	$42,629	($20,137)
Total Sub-Programs & Initiatives	$6,429,124		$495,037		$6,933,833	$6,367,446	$566,387
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$37,696,154	$2,948,379	$2,546,138	($14,860)	$43,175,811	$43,899,679	($723,868)

School Jurisdiction Code: 2285

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,564,965	$37,696,154		$4,651,038	$1,928,347	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of | *$39,261,119* | = | *$785,222* | *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$14,860	($14,860)				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$14,860	($14,860)		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 2285

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$38,952,422
Support Block - Transportation	$4,651,038
SUBTOTAL	$43,603,460

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$4,887,796
Teacher Salary Enhancement	$1,688,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$169,297
Federal government/First Nations	$0
Other Alberta school authorities	$749
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$695,392
Interest on investments	$427,246
Rentals of facilities	$10,315
Gains on disposal of capital assets	$15,335
Amortization of capital allocations	$1,391,470
School generated funds (Schedule E)	$1,755,999
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$54,645,059**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$2,185,802

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0

(If none of these considerations apply, leave the above cells blank)

MAXIMUM EXPENSE LIMIT	**$2,185,802**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,901,232
PLUS: transfers to Restricted - Operating (Board/System Administration)	$198,552
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,099,784

Maximum Expense Limit for Board & System Administration (Step 3)	$2,185,802
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$86,018

School Jurisdiction Code: 2285

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$786,702
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$1,755,999	
Less: SGF - related cost recoveries (Note 3)	$860,471	
- capitalized at the District level (Note 4)	$0	
Net Total	$895,528	
Plus: Donations Received (Note 5)	$70,009	
Equals: Net Additions to SGF		$965,537
Net SGF Available for discretionary spending		$1,752,239
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$1,075,604
Unexpended SGF - Closing Balance August 31, 2003		$676,635

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 2285

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$162,149	$744,910	$0	$0	$90,854	$997,913		$997,913
Uncertificated benefits	$40,485	$158,969	$0	$0	$16,510	$215,964		$215,964
Sub-total Remuneration	$202,634	$903,879	$0	$0	$107,364	$1,213,877		$1,213,877
Contracted Services	$1,425,083	$304,298	$0	$0	$62,945	$1,792,326		$1,792,326
Supplies	$184,581	$292,388	$0	$372,673	$26,803	$876,445		$876,445
Electricity			$823,216			$823,216		$823,216
Natural Gas/Heating Fuel			$687,401			$687,401		$687,401
Sewer and Water			$90,707			$90,707		$90,707
Telecommunications			$51,271			$51,271		$51,271
Insurance					$161,049	$161,049		$161,049
Amortization of capital assets								
Supported							$1,329,605	$1,329,605
Unsupported						$683,141		$683,141
Total Amortization						$683,141	$1,329,605	$2,012,746
Interest on capital debt								
Supported							$1,215,662	$1,215,662
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,812,298	$1,500,565	$1,652,595	$372,673	$358,161	$6,379,433	$2,545,267	$8,924,700
SQUARE METRES								
School Buildings								107,379.8
Non School Buildings								1,843.9

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electricly, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 2285

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Gwenda Poyser	1.0	$23,562	$4,011	$0	$0	$0	$27,573	$6,376
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Judy Fitzmaurice-Johnson	1.0	$16,042	$3,224	$0	$0	$0	$19,266	$3,924
Name	Brenda Herder	1.0	$17,848	$3,767	$0	$0	$0	$21,615	$3,416
Name	Michele Mulder	1.0	$14,942	$3,657	$0	$0	$0	$18,599	$2,513
Name	Gerry Oberg	1.0	$18,176	$1,623	$0	$0	$0	$19,799	$4,757
Name	Bill Sears	1.0	$18,385	$3,792	$0	$0	$0	$22,177	$3,376
Name	Wayne Throndson	1.0	$13,809	$1,243	$0	$0	$0	$15,052	$2,725
Name	Patricia Zeniuk	1.0	$20,804	$3,921	$0	$0	$0	$24,725	$4,654
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*8.0*	*$143,568*	*$25,238*	*$0*	*$0*	*$0*	*$168,806*	*$31,741*
Superintendent	Paul Dolynny	0.3	$45,176	$2,866	$0	$0	$0	$48,042	$0
Superintendent	Warren Phillips	0.7	$75,400	$6,838	$1,600	$0	$0	$83,838	$13,227
Secretary/Treasurer	William Schulte	1.0	$101,450	$15,026	$0	$0	$0	$116,476	$10,993
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		433.6	$29,206,571	$3,023,058	$0	$0	$0	$32,229,629	
Uncertificated Salaries & Wages		390.5	$9,708,057	$1,538,331	$0	$0	$0	$11,246,388	
TOTALS			**$39,280,222**	**$4,611,357**	**$1,600**	$0	$0	**$43,893,179**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 2285

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 2245

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Black Gold Regional Division No. 18
Name of School Jurisdiction

#301, 1101 5th Street, Nisku, Alberta T9A 7N3
Mailing Address

(780) 955-6025 (780) 955-6050 (Fax)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Black Gold Regional Division No. 18 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Lois Watson — Name
"Original signed by" — Signature

SUPERINTENDENT

John Bole — Name
"Original signed by" — Signature

SECRETARY TREASURER OR TREASURER

Orville Borys — Name
"Original signed by" — Signature

26-Nov-03
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 2245

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AUDITORS' REPORT

To the Board of Trustees of

BLACK GOLD REGIONAL DIVISION NO. 18

We have audited the statement of financial position of the **Black Gold Regional Division No. 18** as at August 31, 2003 and the related statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Meyers Norris Penny LLP

Leduc, Alberta
November 19, 2003

CHARTERED ACCOUNTANTS

School Jurisdiction Code: 2245

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$14,729,659	$19,191,503
Accounts receivable (net after allowances)		$2,280,044	$2,043,995
Prepaid expenses		$189,912	$180,842
Other current assets		$380,473	$412,272
Total current assets		$17,580,088	$21,828,612
School generated assets		$931,704	$947,105
Trust assets		$552,177	$480,001
Long term accounts receivable		$257,600	$294,400
Capital assets			
Land		$2,394,945	$2,418,368
Buildings	$78,724,327		
Less: accumulated amortization	($32,489,633)	$46,234,694	$42,561,305
Equipment	$4,823,949		
Less: accumulated amortization	($2,965,038)	$1,858,911	$1,873,399
Vehicles	$771,599		
Less: accumulated amortization	($226,339)	$545,260	$476,086
Total capital assets		$51,033,810	$47,329,158
TOTAL ASSETS		$70,355,379	$70,879,276
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$4,772,495	$3,970,560
Deferred revenue		$1,839,402	$1,876,495
Deferred capital allocations		$6,524,019	$11,809,922
Current portion of all long term debt		$2,501,257	$2,519,699
Total current liabilities		$15,637,173	$20,176,676
School generated liabilities		$931,704	$947,105
Trust liabilities		$552,177	$480,001
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$13,778,577	$16,298,276
	Less: Current portion of supported debt	($2,501,257)	($2,519,699)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$31,785,399	$25,423,043
Total long term liabilities		$44,546,600	$40,628,726
TOTAL LIABILITIES		$60,183,773	$60,805,402
NET ASSETS			
Unrestricted net assets		$192,035	$5,533
Operating Reserves		$3,378,300	$3,395,473
Accumulated Operating Surplus (Deficit)		$3,570,335	$3,401,006
Investment in capital assets		$5,469,834	$5,607,839
Capital Reserves		$1,131,437	$1,065,029
Total Capital Funds		$6,601,271	$6,672,868
Total net assets		$10,171,606	$10,073,874
TOTAL LIABILITIES AND NET ASSETS		$70,355,379	$70,879,276

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$49,035,829	$49,221,930	$50,869,800
Alberta Infrastructure	$5,842,431	$5,817,386	$3,243,975
Alberta Finance	$1,537,812	$1,537,812	$1,987,941
Other Government of Alberta	$8,327	$4,900	$9,187
Federal Government and/or First Nations	$174,675	$88,500	$93,862
Other Alberta school authorities	$2,091	$0	$113,325
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$63,759	$60,366	$62,290
Instruction resource fees	$531,615	$496,847	$525,861
Transportation fees	$82,406	$77,000	$73,242
Other sales and services	$120,674	$58,800	$173,488
Investment income	$265,110	$80,000	$229,677
Gifts and donations	$5,675	$6,000	$4,405
Rentals of facilities	$125,322	$100,000	$108,289
Net school generated funds	$1,884,850	$1,826,502	$1,861,699
Gains on disposal of capital assets	$44,459	$0	$142,692
Amortization of capital allocations	$2,083,124	$2,150,531	$2,173,550
Total Revenues	$61,808,159	$61,526,574	$61,673,283
EXPENSES			
Certificated salaries	$32,148,168	$32,210,312	$31,488,030
Certificated benefits	$3,464,970	$3,478,626	$3,386,088
Uncertificated salaries and wages	$7,919,550	$7,121,273	$7,064,900
Uncertificated benefits	$1,576,327	$1,409,025	$1,425,230
Services, contracts and supplies	$10,685,303	$11,449,553	$11,761,698
Net school generated funds	$1,884,850	$1,826,502	$1,861,699
Capital and debt services			
Amortization of capital assets			
Supported	$2,083,124	$2,150,531	$2,173,550
Unsupported	$406,891	$383,100	$459,352
Total Amortization of capital assets	$2,490,015	$2,533,631	$2,632,902
Interest on capital debt			
Supported	$1,537,812	$1,537,812	$1,808,548
Unsupported	$0	$0	$0
Total interest on capital debt	$1,537,812	$1,537,812	$1,808,548
Other interest charges	$2,206	$3,000	$2,093
Losses on disposal of capital assets	$1,226	$0	$402
Total Expenses	$61,710,427	$61,569,734	$61,431,590
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$97,732	($43,160)	$241,693
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$97,732	($43,160)	$241,693

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2245

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$97,732	$241,693
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,083,124)	($2,173,550)
Total amortization expense	$2,490,015	$2,632,902
Gains on disposal of capital assets	($44,459)	($142,692)
Losses on sale of capital assets	$1,226	$402
Changes in accrued accounts:		
Accounts receivable	($199,249)	($55,268)
Prepaids and other current assets	$22,729	($111,986)
Payables and accrued liabilities	$801,935	($568,989)
Deferred revenue	($37,093)	($128,260)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,049,712	($305,748)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($5,657,643)	($1,093,195)
Equipment	($372,983)	($469,896)
Vehicles	($137,649)	($77,959)
Net proceeds from disposal of capital assets	$90,250	$449,692
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	($6,078,025)	($1,191,358)
C. FINANCING ACTIVITIES		
Capital allocations received	$566,469	$12,506,340
Issue of long term debt	$0	$0
Repayment of long term debt	($2,519,699)	($2,634,845)
Add back: supported portion	$2,519,699	$2,634,845
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$566,469	$12,506,340
Net sources (uses) of cash equivalents* during year	($4,461,844)	$11,009,234
Cash Equivalents at the beginning of the year	$19,191,503	$8,182,269
Cash Equivalents at the end of the year	$14,729,659	$19,191,503

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

School Jurisdiction Code: 2245

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$10,073,874	$5,607,839	$5,533	$4,460,502	$1,873,534	$243,293	$475,010	$0	$538,650	$455,316	$140,086	$478,157	$0	$113,456	$143,000
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$10,073,874	$5,607,839	$5,533	$4,460,502	$1,873,534	$243,293	$475,010	$0	$538,650	$455,316	$140,086	$478,157	$0	$113,456	$143,000
Surplus(def) of revenue over expenses	$97,732		$97,732												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$315,903	($69,783)	($246,120)	$0	($156,713)	$0		($76,415)	$0	($13,992)	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($2,490,015)	$2,490,015												
Amortization of capital allocations		$2,083,124	($2,083,124)												
Disposal of unsupported capital assets	$0	($47,017)	($43,233)	$90,250		$0			$90,250		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($356,525)	$356,525	$267,538					$2,204		$86,783		$0	
Net transfers from operating reserves			$373,698	($373,698)	$0		($367,342)			$0		$0		($6,356)	
Net transfers to capital reserves			($222,278)	$222,278		$166,204			$42,082		$13,992		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$10,171,606	$5,469,834	$192,035	$4,509,737	$2,141,072	$253,784	$107,668	$0	$594,567	$457,520	$140,086	$564,940	$0	$107,100	$143,000

School Jurisdiction Code: 2245

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$11,809,922	$25,423,043
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$11,809,922	$25,423,043
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$273,289	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$293,180	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$73,409
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$2,519,699
Expended capital allocations - current year		($5,852,372)	$5,852,372
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$2,083,124
Balance at August 31, 2003		$6,524,019	$31,785,399

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

1. Authority And Purpose

The School Division delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002. It is not taxable under section 149(1) of the income tax act.

2. Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependant on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

Grants received for construction and acquisition of capital assets are recognized as revenue on the same basis that the cost of the assets is amortized.

(b) Capital Assets

Capital assets costing greater than $5,000 are recorded at original cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	10 to 40 years
Equipment	5 and 10 years
Vehicles	5 and 10 years

(c) School Generated Funds

Funds generated from school-based activities are included in the assets, liabilities, revenues and expenses of the school jurisdiction because the accountability, control and ownership of these funds rest with the school jurisdiction.

2. Significant Accounting Policies (continued)

(d) Employee Future Benefits

The School Division accounted for the future cost of employee benefits commencing in the 2000/2001 fiscal year, with retroactive application. There is no financial impact on the Division at this time.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Black Gold Regional Division does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $290,432 for the year ended August 31, 2003 (2002 - $244,005).

(f) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

(g) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. Accounts Receivable

	2003	2002
Government of Alberta	$ 1,519,972	$ 1,220,132
Federal Government	581,338	339,882
Alberta Municipalities	59,180	252,138
Other school jurisdictions	1,591	5,142
Other	117,963	226,701
	$ 2,280,044	$ 2,043,995

Long-term accounts receivable arose upon the sale of the interest and right of occupancy to the School Board Space in the Leduc Civic Center Complex, and will be collected in equal instalments over the next eight years. The current portion of $36,800 is included in the amount due from Alberta Municipalities, above.

4. Trust Assets and Trust Liabilities

(a) Deferred Salary Leave Plan

The Black Gold Regional Division No. 18 has established a Deferred Salary Leave Plan, whereby eligible employees are able to, at their option, defer a portion of their salary. These funds are held in trust in separate bank accounts. At August 31, 2003 total funds in the plan were $316,104 (2002 - $216,143).

(b) Scholarship Trusts

The Division also manages trust funds, which will be used to pay school scholarships. At August 31, 2003 total funds in trust were $43,074 (2002 - $47,747).

(c) Student Health Initiative Trust

The Division is the banker board for the Leduc and Area Student Health Initiative Partnership. As of August 31, 2003, the Division held $192,999 in trust for this initiative (2002 – $216,111).

5. Accounts Payable and Accrued Liabilities

	2003	2002
Trade payables	$ 2,672,292	$ 1,598,881
Payroll remittances payable	1,159,072	1,199,939
Government of Alberta	690,008	821,889
Wages payable	151,998	165,898
Early retirement payable	99,125	183,403
Rent deposits	-	550
	$ 4,772,495	$ 3,970,560

6. Deferred Revenue

The following amounts have been deferred and will be recognized as income to match the expenditures as incurred.

	2003	2002
Block BORP funding	$ 706,558	$ 1,233,287
One-time grant funding	470,342	135,714
Block modernization funding	236,528	303,550
Technology integration funding	52,206	11,097
Other	373,768	192,847
	$ 1,839,402	$ 1,876,495

7. Debenture Debt

The debenture debt bears interest at rates varying between 6.875% and 12%.

Debenture payments due over the next five years and beyond are:

	Principal	Interest	Total
2003-2004	$ 2,501,257	$ 1,403,170	$ 3,904,427
2004-2005	2,173,310	1,138,115	3,311,425
2005-2006	1,939,275	910,317	2,849,592
2006-2007	1,631,932	710,478	2,342,410
2007-2008	1,538,067	543,372	2,081,439
2008 to maturity	3,994,736	1,117,444	5,112,180
	$ 13,778,577	$ 5,822,896	$ 19,601,473

The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt, therefore the working capital (current assets minus current liabilities) is understated by $2,501,257.

8. Unamortized Capital Allocations

The Division amortizes grants received for construction and acquisition of capital assets as revenue on the same basis that the cost of the assets is amortized as expense. Since the receipt of the grants does not coincide with the amortization of the cost, the unamortized portion of the grants are recorded as a liability on the statement of financial position. The changes in the unamortized capital allocations balance for the period are as follows:

	2003	2002
Balance, beginning	$ 25,423,043	$ 23,664,497
Capital contributions	8,445,480	3,932,096
Amortization to revenue	(2,083,124)	(2,173,550)
Balance, ending	$ 31,785,399	$ 25,423,043

9. Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board, to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

10. Contingency

A grievance has been filed against the School Division by the Greater Black Gold Teachers' Local No. 8 of the Alberta Teachers' Association. An arbitration board has been formed to hear the grievance. It is estimated that if the arbitration board rules against the School Division, a potential liability of up to $700,000 could result, but the Division believes the documentation supports its position in this arbitration. Since the result of the arbitration is uncertain, no liability has been recorded in these financial statements relating to this issue.

11. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

12. Comparative Figures

The Budget 2003 and Actual 2002 comparatives figures have been reclassified where necessary to conform to Actual 2003 presentation.

13. Economic Dependence on Related Third Party

The School Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent upon this funding.

14. Trustees Remuneration (Schedule G)

The remuneration disclosed on Schedule G includes both the taxable and non-taxable portion of trustees' remuneration.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

						Board & System Administration			
REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board Governance	System Administration	Total Board & System Admin.	External Services
Alberta Learning allocations									
(1) Instruction block	$41,161,675	$2,137,413	$39,024,262						
(2) Support block	$4,682,214				$2,744,876			$1,937,338	
(3) Instruction & support block reallocations	$0	$0	$86,180		($35,105)			($51,075)	$0
(4) Alberta Initiative for School Improvement (AISI)	$1,073,854	$0	$1,073,854						
(5) Student Health Initiative (SHI)	$23,318	$0	$0						$23,318
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$1,930,000	$49,737	$1,861,379					$18,884	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$164,768		$164,716	$0	$0			$52	$0
(11) **Total Alberta Learning Revenue**	$49,035,829	$2,187,150	$42,210,391	$0	$2,709,771			$1,905,199	$23,318
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$797,958	$0	$0	$797,958					
(13) Operations & Maintenance support	$5,044,473			$5,044,473					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$5,842,431	$0	$0	$5,842,431					
(16) **Alberta Finance**	$1,537,812			$1,537,812	$0			$0	$0
(17) **Other - Government of Alberta**	$8,327	$0	$2,819	$5,508	$0			$0	$0
(18) **Federal Government and/or First Nations**	$174,675	$0	$15,810	$158,865	$0			$0	$0
(19) **Other Alberta school authorities**	$2,001	$0	$2,001	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$63,759	$0	$56,899	$5,947	$0			$913	$0
(22) **Instruction resource fees**	$531,615	$0	$531,615						
(23) **Transportation fees**	$82,406				$82,406				
(24) **Other sales and services**	$120,674	$0	$76,434	$42,284	$871			$1,126	$159
(25) **Investment income**	$265,110	$8,852	$176,203	$61,827	$10,612			$7,616	$0
(26) **Gifts and donations**	$5,675	$0	$5,675	$0	$0				$0
(27) **Rentals of facilities**	$125,322		$8,800	$3,902	$0			$0	$112,620
(28) **Net school generated funds**	$1,884,850		$1,884,850					$0	
(29) **Gains on disposal of capital assets**	$44,459		$0	$44,459	$0			$0	$0
(30) **Amortization of capital allocations**	$2,083,124		$187,456	$1,886,546	$9,122				$0
(31) **TOTAL REVENUES**	$61,808,159	$2,196,002	$45,159,043	$9,589,581	$2,812,582			$1,914,854	$136,097
EXPENSES									
(32) **Certificated salaries**	$32,148,168	$821,948	$31,038,864				$287,356	$287,356	$0
(33) **Certificated benefits**	$3,464,970	$103,236	$3,337,062				$24,672	$24,672	$0
(34) **Uncertificated salaries and wages**	$7,919,550	$642,644	$4,261,380	$2,046,509	$84,917	$132,342	$734,889	$867,231	$16,869
(35) **Uncertificated benefits**	$1,576,327	$114,572	$926,013	$344,421	$19,474	$18,587	$152,402	$170,989	$858
(36) **SUB - TOTAL**	$45,109,015	$1,682,400	$39,563,319	$2,390,930	$104,391	$150,929	$1,199,319	$1,350,248	$17,727
(37) **Services, contracts & supplies**	$10,685,303	$101,806	$3,421,022	$4,127,509	$2,596,664	$111,328	$264,119	$375,447	$62,855
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$248,902	($227,982)	($61,949)	$15,622	$0	($22,878)	($22,878)	$48,085
(39) **Net school generated funds**	$1,884,850		$1,884,850						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$2,083,124	$0	$187,456	$1,886,546	$9,122		$0	$0	$0
(41) Unsupported	$406,891	$0	$238,600	$76,075	$0	$0	$78,630	$78,630	$13,586
(42) Total Amortization	$2,490,015	$0	$426,056	$1,962,621	$9,122	$0	$78,630	$78,630	$13,586
Interest on capital debt									
(43) Supported	$1,537,812	$0	$0	$1,537,812	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$2,206	$0	$0	$0	$0		$2,206	$2,206	$0
(46) Losses on disposal of capital assets	$1,226	$0	$1,226	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$61,710,427	$2,033,108	$45,068,491	$9,956,923	$2,725,799	$262,257	$1,521,396	$1,783,653	$142,453
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$97,732	$162,894	$90,552	($367,342)	$86,783			$131,201	($6,356)
Applicable student numbers/FTE equivalent	8,425.0	520	8,165.0	8,364.0	3,456			8,425.0	
AVERAGE PROGRAM COSTS per student	$7,325	$3,910	$5,520	$1,190	$789			$212	

School Jurisdiction Code: 2245

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$24,973,529	$3,010,262	$45,780	$1,800,029	$512,016	$697,248	$0	$31,038,864
Certificated benefits	$2,720,772	$293,239	$2,574	$194,878	$56,014	$69,585	$0	$3,337,062
Uncertificated salaries and wages	$409,669	$2,096,966	$10,244	$22,871	$1,551,187	$170,443	$0	$4,261,380
Uncertificated benefits	$118,881	$463,490	$2,838	$3,689	$304,527	$32,588	$0	$926,013
SUB - TOTAL REMUNERATION	$28,222,851	$5,863,957	$61,436	$2,021,467	$2,423,744	$969,864	$0	$39,563,319
Services, contracts & supplies	$2,729,184	$472,269	$2,796	$49,066	$119,976	$47,731	$0	$3,421,022
Cost recoveries & transfers	($31,070)	($196,912)	$0	$0	$0	$0	$0	($227,982)
Net school generated funds	$1,884,850							$1,884,850
Amortization of capital assets								
Supported	$181,023	$6,433	$0					$187,456
Unsupported	$73,271	$165,329	$0					$238,600
Total Amortization	$254,294	$171,762	$0					$426,056
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$1,226	$0						$1,226
TOTAL EXPENSES	$33,061,335	$6,311,076	$64,232	$2,070,533	$2,543,720	$1,017,595	$0	$45,068,491
FTE Certificated				28.7	8.2			
FTE Uncertificated				1.2	86.9			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$35,668,972	$3,099,949	$2,415,157	$86,180	$41,270,258	$34,518,885	$6,751,373
School Admin & Instruction Support Expenses						$6,311,076	($6,311,076)
System Instruction Support Expenses						$64,232	($64,232)
Total Basic Instruction	$35,668,972	$3,099,949	$2,415,157	$86,180	$41,270,258	$40,894,193	$376,065
Sub-Programs & Initiatives							
Severely Disabled	$2,269,355		$1,880		$2,271,235	$2,543,720	($272,485)
English as a Second Language	$37,205				$37,205	$28,756	$8,449
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$6,344				$6,344		$6,344
Growth & Density	$40,659				$40,659		$40,659
Teacher Assistants Program	$159,657				$159,657	$167,419	($7,762)
Early Literacy Initiative (K-2)	$278,643				$278,643	$298,423	($19,780)
Learning Resources Credit & Resources for the Classroom	$84,245	$0	$531,615		$615,860	$615,860	$0
Technology Integration	$303,665		$0		$303,665	$303,665	$0
French Language Program & Francisation (all jurisdictions)	$101,744		$0		$101,744	$101,744	$0
Home Education	$73,773		$0		$73,773	$114,711	($40,938)
Total Sub-Programs & Initiatives	$3,355,290		$533,495		$3,888,785	$4,174,298	($285,513)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$39,024,262	$3,099,949	$2,948,652	$86,180	$45,159,043	$45,068,491	$90,552

School Jurisdiction Code: 2245

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$2,137,413	$39,024,262		$2,744,876	$1,937,338	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of | *$41,161,675* | = | *$823,234* | *$0*						
From Instruction block (Growth & Denisty component) to Transportation		($2,120)		$2,120		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$37,225		($37,225)		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$51,075			($51,075)	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$86,180		($35,105)	($51,075)	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 2245

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$40,858,010
Support Block - Transportation	$2,744,876
SUBTOTAL	$43,602,886

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$5,044,473
Teacher Salary Enhancement	$1,930,000
Other Alberta Learning revenues (Describe) (Secondments, Sub Reimbursements)	$164,768
Other - Government of Alberta (Excluding Alberta Finance)	$8,327
Federal government/First Nations	$174,675
Other Alberta school authorities	$2,091
Out of province local authorities	$0
Alberta municipalities	$63,759
Other sales and services	$120,674
Interest on investments	$265,110
Rentals of facilities	$125,322
Gains on disposal of capital assets	$44,459
Amortization of capital allocations	$2,083,124
School generated funds (Schedule E)	$2,614,627
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$56,244,295**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and ov = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)	$2,249,772

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0

(If none of these considerations apply, leave the above cells blank)

MAXIMUM EXPENSE LIMIT	**$2,249,772**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,783,653
PLUS: transfers to Restricted - Operating (Board/System Administration)	$2,204
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,785,857
Maximum Expense Limit for Board & System Administration (Step 3)	$2,249,772
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$463,915

School Jurisdiction Code: 2245

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$947,105
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$2,614,627	
Less: SGF - related cost recoveries (Note 3)	$843,989	
- capitalized at the District level (Note 4)	$15,337	
Net Total	$1,755,301	
Plus: Donations Received (Note 5)	$114,148	
Equals: Net Additions to SGF		$1,869,449
Net SGF Available for discretionary spending		$2,816,554
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$1,884,850
Unexpended SGF - Closing Balance August 31, 2003		$931,704

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 2245

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$1,202,704	$597,487	$0	$0	$246,318	$2,046,509		$2,046,509
Uncertificated benefits	$158,534	$137,692	$0	$0	$48,195	$344,421		$344,421
Sub-total Remuneration	$1,361,238	$735,179	$0	$0	$294,513	$2,390,930		$2,390,930
Contracted Services	$22,919	$620,876	$0	$723,985	$10,126	$1,377,906		$1,377,906
Supplies	$270,670	$218,971	$0	$0	$8,045	$497,686		$497,686
Electricity			$1,209,640			$1,209,640		$1,209,640
Natural Gas/Heating Fuel			$779,890			$779,890		$779,890
Sewer and Water			$84,687			$84,687		$84,687
Telecommunications			$43,322			$43,322		$43,322
Insurance					$134,378	$134,378		$134,378
Amortization of capital assets								
Supported							$1,886,546	$1,886,546
Unsupported						$76,075		$76,075
Total Amortization						$76,075	$1,886,546	$1,962,621
Interest on capital debt								
Supported							$1,537,812	$1,537,812
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						($61,949)		($61,949)
TOTAL EXPENSES	$1,654,827	$1,575,026	$2,117,539	$723,985	$447,062	$6,532,565	$3,424,358	$9,956,923
SQUARE METRES								
School Buildings								102,103.3
Non School Buildings								3,752.2

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe.

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.

Utilities & Telecommunications: All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

Expensed Block Mod/BQRP & Portable Relocations: All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.

Facility Planning & Operations Maintenance: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 2245

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Barb Martinson	1.0	$25,158	$4,231	$0	$0	$0	$29,389	$5,346
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:								
Lois Watson	1.0	$20,217	$630	$0	$0	$0	$20,847	$6,369
Ed Chubocha	1.0	$11,200	$93	$0	$0	$0	$11,293	$2,124
Johnette Lemke	1.0	$20,012	$4,077	$0	$0	$0	$24,089	$6,491
Terry Bouwman	1.0	$18,342	$4,050	$0	$0	$0	$22,392	$7,029
Tonia Bills	1.0	$19,224	$3,110	$0	$0	$0	$22,334	$5,329
Dixon Ward	1.0	$18,189	$2,396	$0	$0	$0	$20,585	$5,749
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal	*7.0*	*$132,342*	*$18,587*	*$0*	*$0*	*$0*	*$150,929*	*$38,437*
Superintendent	1.0	$123,000	$8,442	$0	$0	$0	$131,442	$7,275
Superintendent	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	1.0	$102,860	$14,682	$0	$0	$0	$117,542	$5,822
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	495.8	$32,025,168	$3,456,528	$0	$0	$0	$35,481,696	
Uncertificated Salaries & Wages	276.3	$7,684,348	$1,543,058	$0	$0	$0	$9,227,406	
TOTALS		**$40,067,718**	**$5,041,297**	**$0**	**$0**	**$0**	**$45,109,015**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 2245

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 6017

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

BOYLE STREET EDUCATION CENTRE
Name of School Jurisdiction

10116 - 105 AVENUE, EDMONTON, AB, T5H 0K2
Mailing Address

PH: 780-424-4106 FAX: 780-425-2205
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules BOYLE STREET EDUCATION CENTRE (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
BILL McMILLAN	"Original Signed By"
Name	Signature

SUPERINTENDENT	
JOHN BROSSEAU	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER	
HOPE HUNTER	"Original Signed By"
Name	Signature

20-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 6017

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DENNIS PALLARD PROFESSIONAL CORPORATION
CHARTERED ACCOUNTANT

Dennis Pallard, CA
Tom Wong, CMA
Terry Zimmermann, CMA

#145, 14315 - 118 Avenue
Edmonton, Alberta, Canada T5L 4S6
Phone (780) 454-6757
Fax (780) 455-0194

AUDITOR'S REPORT

To the directors of the Boyle Street Education Centre

I have audited the statement of financial position of Boyle Street Education Centre as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. These standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion these financial statements present fairly, in all material respects, the financial position of the organization as at August 31, 2003 and the results of its operations, cash flows, changes in net assets and capital allocations for the year then ended in accordance with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Dennis Pallard

CHARTERED ACCOUNTANT

Edmonton, Alberta
October 10, 2003

School Jurisdiction Code: 6017

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$307,189	$304,682
Accounts receivable (net after allowances)		$58,597	$33,875
Prepaid expenses		$7,500	$5,330
Other current assets		$0	$0
Total current assets		$373,286	$343,887
School generated assets		$20,185	$27,888
Trust assets		$27,004	$26,374
Long term accounts receivable		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$0		
Less: accumulated amortization	$0	$0	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$0	$0
TOTAL ASSETS		$420,475	$398,149
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$33,939	$40,514
Deferred revenue		$12,685	$1,586
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$46,624	$42,100
School generated liabilities		$20,185	$27,888
Trust liabilities		$27,004	$26,374
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$0	$0
	Less: Current portion of supported debt	$0	$0
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$47,189	$54,262
TOTAL LIABILITIES		$93,813	$96,362
NET ASSETS			
Unrestricted net assets		$326,662	$301,787
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$326,662	$301,787
Investment in capital assets		$0	$0
Capital Reserves		$0	$0
Total Capital Funds		$0	$0
Total net assets		$326,662	$301,787
TOTAL LIABILITIES AND NET ASSETS		$420,475	$398,149

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6017

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$1,221,234	$1,075,926	$1,048,754
Alberta Infrastructure	$54,926	$39,805	$22,954
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$42,881	$0	$8,676
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$0	$0	$0
Transportation fees	$0	$0	$0
Other sales and services	$0	$0	$0
Investment income	$8,231	$9,000	$8,611
Gifts and donations	$20,369	$0	$9,000
Rentals of facilities	$0	$0	$0
Net school generated funds	$10,042	$0	$1,809
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$1,357,683	$1,124,731	$1,099,804
EXPENSES			
Certificated salaries	$619,580	$580,463	$559,435
Certificated benefits	$66,815	$55,070	$53,931
Uncertificated salaries and wages	$251,418	$194,422	$198,948
Uncertificated benefits	$34,022	$29,553	$22,206
Services, contracts and supplies	$350,931	$332,230	$242,225
Net school generated funds	$10,042	$0	$1,809
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Amortization of capital assets	$0	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$1,332,808	$1,191,738	$1,078,554
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$24,875	($67,007)	$21,250
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$24,875	($67,007)	$21,250

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6017

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$24,875	$21,250
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$0	$0
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($24,722)	($2,259)
Prepaids and other current assets	($2,170)	($1,959)
Payables and accrued liabilities	($6,575)	($350,652)
Deferred revenue	$11,099	($5,208)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$2,507	($338,828)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	$0	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	$2,507	($338,828)
Cash Equivalents at the beginning of the year	$304,682	$643,510
Cash Equivalents at the end of the year	$307,189	$304,682

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6017

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 15)	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$301,787	$0	$301,787	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$301,787	$0	$301,787	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$24,875		$24,875												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$0	$0	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		$0	$0												
Amortization of capital allocations		$0	$0												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$326,662	$0	$326,662	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 6017

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$0	$0
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2003		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

BOYLE STREET EDUCATION CENTRE

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2003

1. AUTHORITY AND PURPOSE

The Boyle Street Education Centre was incorporated on August 16, 2000 as a company pursuant to the Alberta Companies Act. The object for which the company is established is to maintain a Charter School within the meaning of the Alberta School Act and to do anything which is conducive to the attainment of the foregoing object. The income and property of the company must be applied solely towards the promotion of its objects and none of its property is to be paid or transferred to its members.

The Boyle Street Education Centre delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, 2002.

The Education Centre receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

REVENUE RECOGNITION

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are not recorded.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Scholarship trust funds are recorded as direct increases in trust assets and liabilities.

CAPITAL ASSETS

Capital assets with a cost in excess of $5,000 are capitalized. As at August 31, 2003 the Education Centre had no assets that were capitalized.

SCHOOL GENERATED FUNDS

These are funds from the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school level.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

PENSIONS

The Education Centre's employment contracts have no provision for employer contributions to a pension plan. The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta.

CONTRIBUTED SERVICES

Volunteers contribute a considerable number of hours per year to the Education Centre to ensure that certain programs are delivered. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

FINANCIAL INSTRUMENTS

The Education Centre's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the Education Centre is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair market value of these financial instruments approximate their carrying values. The Education Centre has invested surplus funds in accordance with Section 42 of the School Act and Section 5 of the Trustees Act.

TRUST ASSETS AND LIABILITIES

The Education Centre holds scholarship trust funds received from Canative Housing. The amount has been recorded as restricted cash and is to be used for future scholarship payments, the eligibility for which is to be determined by the Scholarship Committee.

OPERATING AND CAPITAL RESERVES

Reserves can be established by external mandates or at the discretion of the Board of Directors to set aside funds for future operations, capital expenditures or other purposes. Such reserves are appropriations of accumulated surplus and as at August 31, 2003 the Education Centre had not established any reserves.

SURPLUS REPAYMENT AND DEFICIT RECOVERIES

The Education Centre receives most of its revenues from Alberta Learning and any current year's surplus or deficit may be repayable to or recoverable from the original funder. The conditions and timing of repayment or recovery are indeterminate and no provision for these amounts is recorded until the funder advises the organization.

3. ACCOUNTS RECEIVABLE

Details of the accounts receivable are as follows:

	2003	2002
Due from Industry Canada	$ -	$ 8,676
Due from Alberta Infrastructure	5,864	2,288
Due from Alberta Learning	29,122	14,682
Goods and Services Tax rebate	21,442	8,229
Boyle Street Service Society	2,129	-
General accounts receivable	40	-
	$ 58,597	$ 33,875

4. PREPAID EXPENSES

The prepaid expenses consist of insurance premiums paid which relate to the subsequent fiscal year.

5. ACCOUNTS PAYABLE

Details of the accounts payable are as follows:

	2003	2002
Other trade payables and accrued liabilities	$ 33,937	$ 40,515

6. DEFERRED REVENUE

Details of the deferred revenue are as follows:

	2003	2002
Alberta Infrastructure	$ 5,566	$ -
Justice Canada - Beat of Boyle Street	7,119	-
Alberta Learning one time grant	-	1,586
	$ 12,685	$ 1,586

7. SCHOOL GENERATED FUNDS

Details of the school generated funds are as follows:

	2003	2002
Balance beginning of year	$ 27,888	$ 29,110
Source of School Generated Funds (SGF)		
Reimbursement of expenses	1,672	-
Interest earned	667	587
	30,227	29,697
Less SGF expended for the year	(10,042)	(1,809)
Balance end of year	$ 20,185	$ 27,888

8. SCHOLARSHIP TRUST FUND

Details of the scholarship trust fund are as follows:

	2003	2002
Balance beginning of year	$ 26,374	$ 25,848
Interest earned	630	526
Balance end of year	$ 27,004	$ 26,374

9. BUDGET AMOUNTS

The budget was prepared by the Education Centre and approved by the Board of Directors. It is presented for information purposes only and has not been audited.

10. COMMITMENTS

The organization has no formal agreement for the lease of its premises.

11. COMPARATIVE FIGURES

Certain 2002 figures have been reclassified in order to facilitate comparison.

School Jurisdiction Code: 6017

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$1,068,325	$0	$1,068,325						
(2) Support block	$105,745				$28,831			$76,914	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$10,164	$0	$10,164						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$37,000	$0	$37,000					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$1,221,234	$0	$1,115,489	$0	$28,831			$76,914	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$0	$0	$0	$0					
(13) Operations & Maintenance support	$54,926			$54,926					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$54,926	$0	$0	$54,926					
(16) **Alberta Finance**	$0			$0	$0			$0	$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$42,881	$0	$42,881	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$0	$0	$0						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$0	$0	$0	$0	$0			$0	$0
(25) **Investment income**	$8,231	$0	$7,255	$335	$171			$470	$0
(26) **Gifts and donations**	$20,369	$0	$20,369	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$10,042		$10,042					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$1,357,683	$0	$1,196,036	$55,261	$29,002			$77,384	$0
EXPENSES									
(32) **Certificated salaries**	$619,580	$0	$619,580				$0	$0	$0
(33) **Certificated benefits**	$66,815	$0	$66,815				$0	$0	$0
(34) **Uncertificated salaries and wages**	$251,418	$0	$210,745	$9,548	$0	$0	$31,125	$31,125	$0
(35) **Uncertificated benefits**	$34,022	$0	$30,167	$1,686	$0	$0	$2,169	$2,169	$0
(36) **SUB - TOTAL**	$971,835	$0	$927,307	$11,234	$0	$0	$33,294	$33,294	$0
(37) **Services, contracts & supplies**	$350,931	$0	$224,278	$78,375	$25,932	$595	$21,751	$22,346	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$10,042		$10,042						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$1,332,808	$0	$1,161,627	$89,609	$25,932	$595	$55,045	$55,640	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$24,875	$0	$34,409	($34,348)	$3,070			$21,744	$0
Applicable student numbers/FTE equivalent	106.0	0	106.0	106.0	66			106.0	
AVERAGE PROGRAM COSTS per student	$12,574	$0	$10,959	$845	$393			$525	

SCHEDULE B1 to the AFS

INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$319,562	$17,387	$0	$0	$282,631	$0	$0	$619,580
Certificated benefits	$35,149	$1,023	$0	$0	$30,643	$0	$0	$66,815
Uncertificated salaries and wages	$38,741	$26,022	$0	$0	$145,982	$0	$0	$210,745
Uncertificated benefits	$5,867	$3,194	$0	$0	$21,106	$0	$0	$30,167
SUB - TOTAL REMUNERATION	$399,319	$47,626	$0	$0	$480,362	$0	$0	$927,307
Services, contracts & supplies	$107,781	$3,169	$0	$0	$103,164	$10,164	$0	$224,278
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$10,042							$10,042
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$517,142	$50,795	$0	$0	$583,526	$10,164	$0	$1,161,627
FTE Certificated				0.0	5.9			
FTE Uncertificated				0.0	5.9			

SCHEDULE B2 to the AFS

INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$448,533	$47,164	$80,547	$0	$576,244	$487,408	$88,836
School Admin & Instruction Support Expenses						$50,795	($50,795)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$448,533	$47,164	$80,547	$0	$576,244	$538,203	$38,041
Sub-Programs & Initiatives							
Severely Disabled	$550,992		$0		$550,992	$583,526	($32,534)
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$32,988		$0		$32,988	$32,988	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$28,902				$28,902		$28,902
Teacher Assistants Program	$0				$0	$0	$0
Early Literacy Initiative (K-2)	$0				$0	$0	$0
Learning Resources Credit & Resources for the Classroom	$2,352	$0	$0		$2,352	$2,352	$0
Technology Integration	$4,558		$0		$4,558	$4,558	$0
French Language Program & Francisation (all jurisdictions)	$0		$0		$0	$0	$0
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$619,792		$0		$619,792	$623,424	($3,632)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$1,068,325	$47,164	$80,547	$0	$1,196,036	$1,161,627	$34,409

School Jurisdiction Code: 6017

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$0	$1,068,325		$28,831	$76,914	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of *$1,068,325* = *$21,367* *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 6017

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$1,063,767
Support Block - Transportation	$28,831
SUBTOTAL	$1,092,598

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$54,926
Teacher Salary Enhancement	$37,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$42,881
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$0
Interest on investments	$8,231
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$2,339
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$1,237,975**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o\ = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$74,279

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	50,000	$74,279
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$74,279**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$55,640
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$55,640
Maximum Expense Limit for Board & System Administration (Step 3)	$74,279
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$18,639

School Jurisdiction Code: 6017

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$27,888
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$2,339	
Less: SGF - related cost recoveries (Note 3)	$0	
- capitalized at the District level (Note 4)	$0	
Net Total	$2,339	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$2,339
Net SGF Available for discretionary spending		$30,227
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$10,042
Unexpended SGF - Closing Balance August 31, 2003		$20,185

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 6017

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$9,548	$0	$0	$0	$0	$9,548		$9,548
Uncertificated benefits	$1,686	$0	$0	$0	$0	$1,686		$1,686
Sub-total Remuneration	$11,234	$0	$0	$0	$0	$11,234		$11,234
Contracted Services	$0	$0	$0	$0	$0	$0		$0
Supplies	$0	$61,955	$16,420	$0	$0	$78,375		$78,375
Electricity			$0			$0		$0
Natural Gas/Heating Fuel			$0			$0		$0
Sewer and Water			$0			$0		$0
Telecommunications			$0			$0		$0
Insurance					$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$11,234	$61,955	$16,420	$0	$0	$89,609	$0	$89,609
SQUARE METRES								
School Buildings								0.0
Non School Buildings								0.0

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe.

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.

Utilities & Telecommunications: All expenes related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

Expensed Block Mod/BQRP & Portable Relocations: All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.

Facility Planning & Operations Maintenance: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety staindards, codes and government regulations.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 6017

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Bill McMillan	1.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Toni Lashbrook	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Tracy Pallard	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Evelyn Kohlman	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Leanne Anderson	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Beena Naqvi	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Wade Kennedy	1.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*7.0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*
Superintendent	John Brosseau	1.0	$12,000	$0	$0	$0	$0	$12,000	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Hope Hunter	1.0	$19,125	$2,169	$0	$0	$0	$21,294	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		11.0	$593,500	$66,814	$26,080	$0	$0	$686,394	
Uncertificated Salaries & Wages		8.8	$220,294	$31,853	$0	$0	$0	$252,147	
TOTALS			**$844,919**	**$100,836**	**$26,080**	**$0**	**$0**	**$971,835**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 6017

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 1155

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Buffalo Trail Public Schools Regional Division #28
Name of School Jurisdiction

1041 10A Street Wainwright, Alberta T9W 2R4
Mailing Address

Phone (780) 842-6144 Fax (780) 842-3255
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Buffalo Trail Public Schools Regional Division #28
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Brent Romanchuk — "Original signed by"
Name — Signature

SUPERINTENDENT

Mr. James Dalton — "Original signed by"
Name — Signature

SECRETARY TREASURER OR TREASURER

Mr. Jens Byrgesen — "Original signed by"
Name — Signature

12-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
9th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 1155

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&
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AUDITORS' REPORT

To the Board of Trustees
Buffalo Trail Public Schools Regional Division No. 28

We have audited the statement of financial position of the Buffalo Trail Public Schools Regional Division No. 28 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Wilde & Company
Chartered Accountants

Vegreville, Alberta
October 8, 2003

School Jurisdiction Code: 1155

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002 Restated
ASSETS			
Current assets			
Cash and temporary investments		$5,879,346	$12,226,246
Accounts receivable (net after allowances)		$2,629,877	$1,907,510
Prepaid expenses		$143,978	$287,317
Other current assets		$118,577	$136,418
Total current assets		$8,771,778	$14,557,491
School generated assets		$587,182	$518,868
Trust assets		$57,772	$57,772
Long term accounts receivable		$0	$0
Capital assets			
Land		$337,900	$337,900
Buildings	$67,029,485		
Less: accumulated amortization	($28,012,124)	$39,017,361	$37,147,871
Equipment	$2,985,200		
Less: accumulated amortization	($1,307,542)	$1,677,658	$850,620
Vehicles	$621,964		
Less: accumulated amortization	($345,876)	$276,088	$194,594
Total capital assets		$41,309,007	$38,530,985
TOTAL ASSETS		$50,725,739	$53,665,116
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,369,760	$4,188,718
Deferred revenue		$641,597	$791,513
Deferred capital allocations		$59,741	$2,934,234
Current portion of all long term debt		$1,741,187	$1,459,331
Total current liabilities		$4,812,285	$9,373,796
School generated liabilities		$587,182	$518,868
Trust liabilities		$57,772	$57,772
Employee future benefits liability		$5,987	$9,569
Long term debt			
Supported:	Debentures and other supported debt	$12,808,031	$14,267,362
	Less: Current portion of supported debt	($1,355,436)	($1,459,331)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$793,840	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($385,751)	$0
Unamortized capital allocations		$26,533,380	$23,115,489
Total long term liabilities		$39,045,005	$36,509,729
TOTAL LIABILITIES		$43,857,290	$45,883,525
NET ASSETS			
Unrestricted net assets		$2,469,697	$2,469,697
Operating Reserves		$3,217,992	$4,156,757
Accumulated Operating Surplus (Deficit)		$5,687,689	$6,626,454
Investment in capital assets		$1,173,758	$1,148,135
Capital Reserves		$7,002	$7,002
Total Capital Funds		$1,180,760	$1,155,137
Total net assets		$6,868,449	$7,781,591
TOTAL LIABILITIES AND NET ASSETS		$50,725,739	$53,665,116

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 1155

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$32,699,581	$31,703,724	$33,043,379
Alberta Infrastructure	$3,555,309	$3,513,723	$2,614,618
Alberta Finance	$1,277,026	$1,356,148	$1,416,051
Other Government of Alberta	$10,564	$0	$13,934
Federal Government and/or First Nations	$74,955	$7,037	$1,686
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$463,373	$410,458	$389,092
Transportation fees	$35,516	$32,900	$34,683
Other sales and services	$266,642	$0	$269,090
Investment income	$242,712	$165,000	$265,491
Gifts and donations	$54,003	$2,300	$71,086
Rentals of facilities	$10,442	$9,000	$0
Net school generated funds	$695,429	$500,000	$589,215
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,850,386	$1,319,331	$1,723,536
Total Revenues	$41,235,938	$39,019,621	$40,431,861
EXPENSES			
Certificated salaries	$18,154,454	$19,058,995	$17,443,893
Certificated benefits	$2,048,862	$2,207,885	$1,887,799
Uncertificated salaries and wages	$5,553,316	$4,937,263	$5,123,270
Uncertificated benefits	$1,180,809	$888,707	$1,015,664
Services, contracts and supplies	$10,795,019	$9,415,277	$10,758,418
Net school generated funds	$695,429	$500,000	$589,215
Capital and debt services			
Amortization of capital assets			
Supported	$1,850,386	$1,319,331	$1,723,536
Unsupported	$540,581	$140,000	$138,463
Total Amortization of capital assets	$2,390,967	$1,459,331	$1,861,999
Interest on capital debt			
Supported	$1,279,616	$1,356,148	$1,422,160
Unsupported	$50,608	$0	$0
Total interest on capital debt	$1,330,224	$1,356,148	$1,422,160
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$42,149,080	$39,823,606	$40,102,418
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($913,142)	($803,985)	$329,443
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($913,142)	($803,985)	$329,443

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 1155

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($913,142)	$329,443
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,850,386)	($1,723,536)
Total amortization expense	$2,390,967	$1,861,999
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($722,367)	($464,338)
Prepaids and other current assets	$161,180	($164,998)
Payables and accrued liabilities	($1,818,958)	$1,521,667
Deferred revenue	($149,916)	($770,883)
Employee future benefit expense (recovery)	($3,582)	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($2,906,204)	$589,354
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($3,616,362)	($4,008,071)
Equipment	($1,404,401)	($347,173)
Vehicles	($148,226)	($55,168)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)		$0
Total sources (uses) of cash from Investing activities	($5,168,989)	($4,410,412)
C. FINANCING ACTIVITIES		
Capital allocations received	$934,453	$4,139,246
Issue of long term debt	$1,163,875	$0
Repayment of long term debt	($1,829,366)	($1,463,322)
Add back: supported portion	$1,459,331	$1,463,322
Other (describe)		$0
Total sources (uses) from Financing activities	$1,728,293	$4,139,246
Net sources (uses) of cash equivalents* during year	($6,346,900)	$318,188
Cash Equivalents at the beginning of the year	$12,226,246	$11,908,058
Cash Equivalents at the end of the year	$5,879,346	$12,226,246

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 1155

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2003

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$7,781,501	$1,148,135	$2,469,607	$4,163,759	$2,756,539	$0	$992,674	$0	$7,002	$245,907		$161,637	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$7,781,501	$1,148,135	$2,469,607	$4,163,759	$2,756,539	$0	$992,674	$0	$7,002	$245,907	$0	$161,637	$0	$0	$0
Surplus(def) of revenue over expenses	($913,142)		($913,142)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$196,169	($196,169)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($2,390,967)	$2,390,967												
Amortization of capital allocations		$1,850,386	($1,850,386)												
Disposal of unsupported capital assets	$0		$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$370,035	($370,035)												
Net transfers to operating reserves			$892,401	($892,401)	($126,113)		($809,052)			$0		$42,764		$0	
Net transfers from operating reserves			$46,364	($46,364)	$0		$0			($46,364)		$0		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$6,868,359	$1,173,758	$2,469,607	$3,224,994	$2,630,426	$0	$183,622	$0	$7,002	$199,543	$0	$204,401	$0	$0	$0

School Jurisdiction Code: 1155

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$2,934,234	$23,115,489
Prior period adjustment			
Adjusted balance, August 31, 2002		$2,934,234	$23,115,489
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$913,272	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$21,181	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,459,331
Expended capital allocations - current year		($3,808,946)	$3,808,946
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			
Capital allocations amortized to revenue			$1,850,386
Balance at August 31, 2003		$59,741	$26,533,380

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition
Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) Capital Assets
Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight line basis, at the following rates:

Buildings - 2.5 to 10%
Equipment - 20% to 33%
Vehicles - 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Buffalo Trail Public Schools Regional Division No. 28 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $222,599 for the year ended August 31, 2003. At December 31, 2002, the Local Authorities Pension Plan reported an actuarial deficiency of $444.9 million (2001 surplus $634.9 million).

f) Inventories

Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs, such as kindergarten, lunch services and the raising of school generated funds are delivered. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments

The jurisdiction's financial instruments consist of cash, marketable securities, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits

The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2003, the recorded obligation is $5,987 (2002 - $9,569).

3. CAPITAL LEASE OBLIGATION

The jurisdiction has entered into a lease for computer equipment to meet all the needs of the jurisdiction. The lease term expires August 31, 2005. The lease is recorded as a capital lease with repayments as follows:

School Year	Principal	Interest	Total
2003-2004	$ 385,751	$ 34,894	$ 420,645
2004-2005	408,089	12,556	420,645
	$ 793,840	$ 47,450	$ 841,290

4. ACCOUNTS RECEIVABLE

	2003	2002
Provincial government grants - modernization - capital project	$ 914,733	$ 650,161
- interest on long term debt	649,538	726,885
- other	364,435	7,060
GST recoverable	278,691	372,915
Other accounts receivable	422,480	150,489
	$ 2,629,877	$ 1,907,510

5. CAPITAL ASSETS

	Cost	Accumulated Amortization	2003 Net Book Value	2002 Net Book Value
Land	$ 337,900	$ -	$ 337,900	$ 337,900
Buildings	67,029,485	28,012,124	39,017,361	37,147,871
Equipment	2,985,200	1,307,542	1,677,658	850,620
Vehicles	621,964	345,876	276,088	194,594
	$ 70,974,549	$ 29,665,542	$ 41,309,007	$ 38,530,985

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		2003		2002
Province of Alberta	$	1,209,812	$	726,888
Other trade payables and accrued liabilities		1,159,948		3,461,829
Employee future benefits liability		5,987		9,569
	$	2,375,747	$	4,198,286

7. DEFERRED REVENUE

		2003		2002
One time grant funding	$	64,100	$	151,888
BQRP grants		94,608		465,731
One time operations and maintenance		352,069		-
Other grant funds		98,073		151,161
Other revenues		32,747		22,733
	$	641,597	$	791,513

8. LONG TERM DEBT

Debenture Debt - Supported

The debenture debt bears interest at rates varying between 6.625% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

		2003		2002
Debentures	$	12,808,031	$	14,208,302
Capital loans		-		59,060
Total debt		12,808,031		14,267,362
Less current portion of debt		1,355,436		1,459,331
Long term debt	$	11,452,595	$	12,808,031

School Year		Principal		Interest		Total
2003-2004	$	1,355,436	$	1,215,654	$	2,571,090
2004-2005		1,323,493		1,081,245		2,404,738
2005-2006		1,284,366		949,524		2,233,890
2006-2007		1,170,517		822,360		1,992,877
2007-2008		1,095,632		707,951		1,803,583
2008 to maturity		6,578,587		3,369,561		9,948,148
	$	12,808,031	$	8,146,295	$	20,954,326

9. DEFERRED CAPITAL ALLOCATIONS

	Opening	Approved Transfer Between Projects	Grants Received and Receivable	Transfer to Unamortized Capital Allocations	Closing
Provost modernization	$ 1,984,726	$ 416,762	$ 836,105	$ (3,237,593)	$ -
Wainwright High School modernization	910,948	(416,762)	101,355	(595,541)	-
Funding adjustment - Chauvin and Mannville	-	-	(24,188)	24,188	-
Interest earned - available for future projects	38,560	-	21,181	-	59,741
	$ 2,934,234	$ -	$ 934,453	$ (3,808,946)	$ 59,741

10. UNAMORTIZED CAPITAL ALLOCATIONS

Details are as follows:

	2003	2002
Opening balance	$ 23,115,489	$ 19,146,140
Transfer from deferred capital allocations - Note 9	3,808,946	4,229,563
Supported debenture and capital loan principal repayments	1,459,331	1,463,322
Less capital allocation for amortization	(1,850,386)	(1,723,536)
	$ 26,533,380	$ 23,115,489

11. OPERATING RESERVES

	Opening	(Appropriated) Transfer from operating revenues	(Used) Transfer to operating revenues	Transfers to other reserves	Closing
Schools	$ 2,732,212	$ 1,024,897	$ (1,162,297)	$ -	$ 2,594,812
Technology	24,327	35,614	(24,327)	-	35,614
C.O. Administration	84,999	-	(58,865)	-	26,134
District - van	19,999	4,500	(19,999)	-	4,500
Election	-	10,000		-	10,000
C.O. building fund	140,909	18,000	-	-	158,909
Maintenance - general	567,540	-	(520,324)	-	47,216
Maintenance - painting	90,572	-	-	-	90,572
Maintenance - vehicles	45,834	-	-	-	45,834
Maintenance - one time funds	285,392	-	(285,392)	-	-
Communications	2,652	-	(2,652)	-	-
BQRP	684	-	(684)	-	-
Transportation	110,479	44,305	-	-	154,784
Transportation - vehicles	11,200	4,000	-	-	15,200
Transportation - Edulog	39,958	-	(5,541)	-	34,417
	$ 4,156,757	$ 1,141,316	$ (2,080,081)	$ -	$ 3,217,992

12. CAPITAL RESERVES

	Opening	Transfer from operating revenues	Transfer to operating revenues	Transfers to other reserves	Closing
Land	$ 7,002	-	-	-	$ 7,002

13. DISCLOSURE OF SALARY, BENEFITS AND REIMBURSED EXPENSES

	Number of Individuals	Salaries & Wages	Benefits & Allowances	Total	Reimbursed Expenses
Romanchuk, Brent (Chairman)	1.00	$ 28,200	$ 1,960	$ 30,160	$ 24,369
Belanger, Gail	1.00	14,846	3,599	18,445	9.792
Bell, Larry	1.00	16,575	3.976	20,551	11.337
Haydu, Dick	1.00	16,650	1,600	18,250	11,539
Hinton, Lucky	1.00	20,250	4,087	24,337	14,115
Olsen, Lana	1.00	17,475	2,364	19,839	11.044
Spornitz, Chez	1.00	15,879	1,315	17,194	9.924
Stewart, Joyce	1.00	20,550	2,245	22,795	15.896
Van Ee, Richard	1.00	19,500	744	20,244	12,216
Superintendent	1.00	102.831	10,090	112,921	22.170
Secretary Treasurer	1.00	91,084	14,509	105,593	19.593
Salaries - Certificated (FTE)	278.60	18,051,623	2,038.772	20,090,395	
Salaries/Wages - Uncertificated (FTE)	195.50	5.292,307	1,144,410	6,436,717	
		$ 23.707.770	$ 3.229.671	$ 26.937.441	

Note that the reimbursed expenses were recoveries of costs incurred while on school jurisdiction business and no personal expenses were paid by the school jurisdiction.

14. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

Buffalo Trail Public Schools Regional Division No. 28's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

15. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

16. COMPARATIVE FIGURES

The budget 2003 and the actual 2002 comparative figures have been reclassified where necessary to conform to actual 2003 presentation.

17. SCHOOL GENERATED FUNDS

	2003	2002
Balance, beginning of the year	$ 518,868	$ 461,517
Source of school generated funds (SGF)		
SGF for the year	1,500,621	1,452,734
Less: Cost of generating SGF	(782,212)	(851,307)
Donations received	45,334	45,139
Net SGF additions for the year	763,743	646,566
Net SGF available for discretionary spending	1,282,611	1,108,083
SGF expended for discretionary purposes	(695,429)	(589,215)
Balance, end of year	$ 587,182	$ 518,868

18. CONTINGENCIES

Contingent Liability

The jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (Genesis). Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called Genesis. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

School Jurisdiction Code: 1155

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

						Board & System Administration			
REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board Governance	System Administration	Total Board & System Admin	External Services
Alberta Learning allocations									
(1) Instruction block	$24,984,775	$848,034	$24,136,741						
(2) Support block	$5,611,158				$4,118,733			$1,492,425	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$623,534	$0	$623,534						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$1,133,000	$9,000	$1,112,411					$10,689	$0
(8) Regional P.D. Consortium (6 boards only)	$159,908								$159,908
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$187,206		$182,203	$5,003					$0
(11) **Total Alberta Learning Revenue**	$32,699,581	$857,034	$26,054,889	$5,003	$4,118,733			$1,503,114	$159,908
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$536,317	$0	$0	$536,317					
(13) Operations & Maintenance support	$3,018,992			$3,018,992					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$3,555,309	$0	$0	$3,555,309					
(16) **Alberta Finance**	$1,277,026			$1,277,026	$0			$0	$0
(17) **Other - Government of Alberta**	$10,584	$0		$903	$0			$0	$9,661
(18) **Federal Government and/or First Nations**	$74,955	$0	$0	$0	$0				$74,955
(19) **Other Alberta school authorities**	$0	$0			$0			$0	$0
(20) **Out of province authorities**	$0	$0			$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$463,373	$7,401	$455,972						
(23) **Transportation fees**	$35,516				$35,516				
(24) **Other sales and services**	$266,642	$450	$109,367	$45,065	$780			$9,223	$101,767
(25) **Investment income**	$242,712	$9,456	$180,273	$41,079	$5,801			$8,203	$0
(26) **Gifts and donations**	$54,003	$44,671	$7,317	$0	$0				$1,815
(27) **Rentals of facilities**	$10,442		$0	$10,442	$0			$0	$0
(28) **Net school generated funds**	$695,420		$695,420					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$1,850,386		$0	$1,850,386	$0				$0
(31) **TOTAL REVENUES**	$41,235,838	$917,112	$27,503,247	$6,786,103	$4,160,830			$1,520,540	$348,136
EXPENSES									
(32) **Certificated salaries**	$18,154,454	$388,418	$17,536,980				$229,076	$229,076	$0
(33) **Certificated benefits**	$2,048,862	$43,228	$1,984,608				$21,026	$21,026	$0
(34) **Uncertificated salaries and wages**	$5,553,316	$251,880	$3,121,073	$1,246,616	$68,464	$169,925	$456,878	$628,803	$236,500
(35) **Uncertificated benefits**	$1,180,809	$56,305	$697,387	$254,738	$14,986	$21,890	$87,619	$109,509	$45,884
(36) **SUB - TOTAL**	$26,937,441	$741,811	$23,340,028	$1,501,354	$83,450	$191,815	$796,599	$988,414	$282,384
(37) **Services, contracts & supplies**	$10,786,010	$92,466	$3,190,785	$2,896,458	$4,034,818	$120,232	$387,731	$507,983	$63,721
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$695,420		$695,420						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1,850,386	$0	$0	$1,850,386	$0		$0	$0	$0
(41) Unsupported	$549,581	$0	$454,202	$67,271	$4,687	$0	$14,421	$14,421	$0
(42) Total Amortization	$2,399,967	$0	$454,202	$1,917,657	$4,687	$0	$14,421	$14,421	$0
Interest on capital debt									
(43) Supported	$1,279,616	$0	$0	$1,279,616	$0		$0	$0	$0
(44) Unsupported	$150,008	$0	$150,008	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$42,149,080	$834,277	$27,740,062	$7,595,085	$4,122,753	$312,047	$1,198,751	$1,510,798	$346,105
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($913,142)	$82,835	($236,815)	($808,982)	$38,077			$9,742	$2,031
Applicable student numbers/FTE equivalent	4,737.0	250	4,612.0	4,737.0	3,381			4,737.0	
AVERAGE PROGRAM COSTS per student	$8,898	$3,337	$6,015	$1,603	$1,219			$319	

School Jurisdiction Code: 1155

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$14,916,961	$1,129,018	$0	$1,146,897	$47,451	$296,633		$17,536,960
Certificated benefits	$1,735,312	$89,005	$0	$126,158	$5,284	$28,849		$1,984,608
Uncertificated salaries and wages	$772,028	$677,487	$0	$895,887	$675,814	$99,857		$3,121,073
Uncertificated benefits	$172,086	$158,186	$0	$196,111	$150,333	$20,671		$697,387
SUB - TOTAL REMUNERATION	$17,596,387	$2,053,696	$0	$2,365,053	$878,882	$446,010	$0	$23,340,028
Services, contracts & supplies	$2,508,329	$277,326	$0	$235,758	$2,231	$176,151		$3,199,795
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$695,429							$695,429
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$454,202	$0	$0					$454,202
Total Amortization	$454,202	$0	$0					$454,202
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$50,608	$0						$50,608
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$21,304,955	$2,331,022	$0	$2,600,811	$881,113	$622,161	$0	$27,740,062
FTE Certificated				14.4	3.2			
FTE Uncertificated				62.6	37.3			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$20,231,479	$1,815,838	$992,386	$0	$23,039,703	$21,974,954	$1,064,749
School Admin & Instruction Support Expenses						$2,331,022	($2,331,022)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$20,231,479	$1,815,838	$992,386	$0	$23,039,703	$24,305,976	($1,266,273)
Sub-Programs & Initiatives							
Severely Disabled	$1,251,947		$0		$1,251,947	$881,113	$370,834
English as a Second Language	$46,930				$46,930	$33,043	$13,887
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$2,057,650				$2,057,650		$2,057,650
Growth & Density	$47,693				$47,693		$47,693
Teacher Assistants Program	$90,589				$90,589	$90,589	$0
Early Literacy Initiative (K-2)	$164,120				$164,120	$222,196	($58,076)
Learning Resources Credit & Resources for the Classroom	$45,087	$102,310	$455,972		$603,369	$1,102,959	($499,590)
Technology Integration	$195,607		$0		$195,607	$1,098,547	($902,940)
French Language Program & Francisation (all jurisdictions)	$5,639		$0		$5,639	$5,639	$0
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$3,905,262		$455,972		$4,463,544	$3,434,086	$1,029,458
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$24,136,741	$1,918,148	$1,448,358	$0	$27,503,247	$27,740,062	($236,815)

School Jurisdiction Code: 1155

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$848,034	$24,136,741		$4,118,733	$1,492,425	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of *$24,984,775* = *$499,696* *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 1155

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$24,789,168
Support Block - Transportation	$4,118,733
SUBTOTAL	$28,907,901

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$3,018,992
Teacher Salary Enhancement	$1,133,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$10,564
Federal government/First Nations	$74,955
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$266,642
Interest on investments	$242,712
Rentals of facilities	$10,442
Gains on disposal of capital assets	$0
Amortization of capital allocations	$1,850,386
School generated funds (Schedule E)	$1,500,621
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$37,016,215**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o\ = 4%	**4.71%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,744,944

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		$1,744,944

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,510,798
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$46,364
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,464,434
Maximum Expense Limit for Board & System Administration (Step 3)	$1,744,944
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$280,510

School Jurisdiction Code: 1155

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$518,868
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$1,500,621	
Less: SGF - related cost recoveries (Note 3)	$782,212	
- capitalized at the District level (Note 4)	$0	
Net Total	$718,409	
Plus: Donations Received (Note 5)	$45,334	
Equals: Net Additions to SGF		$763,743
Net SGF Available for discretionary spending		$1,282,611
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$695,429
Unexpended SGF - Closing Balance August 31, 2003		$587,182

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 1155

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$731,993	$416,155	$0	$4,360	$94,108	$1,246,616		$1,246,616
Uncertificated benefits	$147,138	$89,090	$0	$436	$18,074	$254,738		$254,738
Sub-total Remuneration	$879,131	$505,245	$0	$4,796	$112,182	$1,501,354		$1,501,354
Contracted Services	$292,678	$169,091	$0	$814,382	$17,067	$1,293,218		$1,293,218
Supplies	$98,966	$172,515	$0	$19,928	$0	$291,409		$291,409
Electricity			$647,963			$647,963		$647,963
Natural Gas/Heating Fuel			$447,242			$447,242		$447,242
Sewer and Water			$62,933			$62,933		$62,933
Telecommunications			$28,720			$28,720		$28,720
Insurance					$124,973	$124,973		$124,973
Amortization of capital assets								
Supported							$1,850,386	$1,850,386
Unsupported						$67,271		$67,271
Total Amortization						$67,271	$1,850,386	$1,917,657
Interest on capital debt								
Supported							$1,279,616	$1,279,616
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,270,775	$846,851	$1,186,858	$839,106	$254,222	$4,465,083	$3,130,002	$7,595,085
SQUARE METRES								
School Buildings								72,173.0
Non School Buildings								2,311.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

School Jurisdiction Code: 1155

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Brent Romanchuk	1.0	$28,200	$1,960	$0	$0	$0	$30,160	$24,369
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Joyce Stewart	1.0	$20,550	$2,245	$0	$0	$0	$22,795	$15,896
Name	Richard Van Ee	1.0	$19,500	$744	$0	$0	$0	$20,244	$12,216
Name	Larry Bell	1.0	$16,575	$3,976	$0	$0	$0	$20,551	$11,337
Name	Lucky Hinton	1.0	$20,250	$4,087	$0	$0	$0	$24,337	$14,115
Name	Chas Spomitz	1.0	$15,879	$1,315	$0	$0	$0	$17,194	$9,924
Name	Dick Haydu	1.0	$16,650	$1,600	$0	$0	$0	$18,250	$11,539
Name	Lana Olsen	1.0	$17,475	$2,364	$0	$0	$0	$19,839	$11,044
Name	Gail Belanger	1.0	$14,846	$3,599	$0	$0	$0	$18,445	$9,792
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*9.0*	*$169,925*	*$21,890*	*$0*	*$0*	*$0*	*$191,815*	*$120,232*
Superintendent	James J. Dalton	0.2	$27,500	$3,222	$0	$0	$0	$30,722	$7,699
Superintendent	Doug Coffin	0.8	$75,331	$6,868	$0	$0	$0	$82,199	$14,471
Secretary/Treasurer	Vince Rodgers	1.0	$91,084	$14,509	$0	$0	$0	$105,593	$19,593
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		278.6	$18,051,623	$2,038,772	$0	$0	$0	$20,090,395	
Uncertificated Salaries & Wages		195.5	$5,292,307	$1,144,410	$0	$0	$0	$6,436,717	
TOTALS			$23,707,770	$3,229,671	$0	$0	$0	$26,937,441	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 1155

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 4010

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Calgary Roman Catholic Separate School District No. 1
Name of School Jurisdiction

1000 - 5 Avenue SW
Mailing Address

Telephone: (403) 298-1411 Fax: (403) 265-5710
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Calgary Roman Catholic Separate School District No. 1 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Lois Burke-Gaffney	"Original Signed By"
Name	Signature

SUPERINTENDENT

Jeremy J. Simms	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER

Deborah Achen	"Original Signed By"
Name	Signature

26-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 4010

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AUDITORS' REPORT

To the Board of Trustees of the
Calgary Roman Catholic Separate School District No. 1

We have audited the Statement of Financial Position of the **Calgary Roman Catholic Separate School District No. 1** as at August 31, 2003 and the statements of Revenue and Expenses, Cash Flows, Changes in Net Assets and Capital Allocations for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Calgary Roman Catholic Separate School District No. 1 as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ernst + Young LLP

Calgary, Canada
November 14, 2003

Chartered Accountants

School Jurisdiction Code: 4010

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$42,975,465	$65,434,729
Accounts receivable (net after allowances)		$25,084,786	$23,448,947
Prepaid expenses		$802,091	$1,172,603
Other current assets		$385,232	$413,511
Total current assets		$69,247,574	$90,469,790
School generated assets		$3,152,698	$2,698,889
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Capital assets			
Land		$4,000,860	$4,121,317
Buildings	$290,483,026		
Less: accumulated amortization	($88,797,075)	$201,685,951	$192,664,730
Equipment	$23,169,482		
Less: accumulated amortization	($9,685,338)	$13,484,144	$14,292,134
Vehicles	$892,256		
Less: accumulated amortization	($277,454)	$614,802	$293,786
Total capital assets		$219,785,757	$211,371,967
TOTAL ASSETS		$292,186,029	$304,540,646
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$30,236,387	$39,631,786
Deferred revenue		$5,940,301	$4,984,597
Deferred capital allocations		$24,373,298	$37,877,709
Current portion of all long term debt		$6,117,326	$6,499,754
Total current liabilities		$66,667,312	$88,993,846
School generated liabilities		$3,152,698	$2,698,889
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$32,360,043	$38,859,797
Less: Current portion of supported debt		($6,117,326)	($6,499,754)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$156,183,053	$143,039,824
Total long term liabilities		$185,578,468	$178,098,756
TOTAL LIABILITIES		$252,245,780	$267,092,602
NET ASSETS			
Unrestricted net assets		$2,732,284	$4,101,167
Operating Reserves		$5,340,800	$3,874,530
Accumulated Operating Surplus (Deficit)		$8,073,084	$7,975,697
Investment in capital assets		$31,242,660	$29,472,347
Capital Reserves		$624,505	$0
Total Capital Funds		$31,867,165	$29,472,347
Total net assets		$39,940,249	$37,448,044
TOTAL LIABILITIES AND NET ASSETS		$292,186,029	$304,540,646

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 4010

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$239,290,975	$235,640,927	$232,119,359
Alberta Infrastructure	$26,673,374	$28,751,780	$13,358,339
Alberta Finance	$3,303,407	$3,303,407	$4,139,429
Other Government of Alberta	$0	$28,600	$0
Federal Government and/or First Nations	$811,420	$576,614	$677,409
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$303,129	$62,500	$250,595
Transportation fees	$0	$0	$0
Other sales and services	$2,399,065	$2,400,000	$2,340,671
Investment income	$873,970	$50,000	$936,105
Gifts and donations	$10,807	$0	$0
Rentals of facilities	$1,599,737	$1,572,000	$1,357,509
Net school generated funds	$2,291,854	$2,900,000	$2,711,074
Gains on disposal of capital assets	$1,768,108	$0	$0
Amortization of capital allocations	$8,741,515	$9,970,171	$8,058,730
Total Revenues	$288,067,381	$285,255,999	$265,949,220
EXPENSES			
Certificated salaries	$160,147,025	$150,060,851	$144,447,780
Certificated benefits	$21,577,606	$20,701,646	$20,150,000
Uncertificated salaries and wages	$35,542,259	$37,209,840	$35,886,502
Uncertificated benefits	$8,328,517	$8,201,818	$7,742,001
Services, contracts and supplies	$44,019,735	$52,472,111	$46,791,727
Net school generated funds	$2,291,854	$2,900,000	$2,711,074
Capital and debt services			
Amortization of capital assets			
Supported	$8,741,515	$9,970,171	$8,058,730
Unsupported	$2,713,968	$2,800,085	$4,294,509
Total Amortization of capital assets	$11,455,483	$12,770,256	$12,353,239
Interest on capital debt			
Supported	$3,303,407	$3,303,407	$3,944,877
Unsupported	$0	$0	$0
Total Interest on capital debt	$3,303,407	$3,303,407	$3,944,877
Other interest charges	$0	$37,580	$0
Losses on disposal of capital assets	$0	$0	$4,787
Total Expenses	$286,665,886	$287,657,509	$274,031,987
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$1,401,495	($2,401,510)	($8,082,767)
Block BQRP revenue used for capital purposes	$1,090,710	$0	$794,926
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$2,492,205	($2,401,510)	($7,287,841)

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 4010

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$2,492,205	($7,287,841)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($8,741,515)	($8,058,730)
Total amortization expense	$11,455,483	$12,353,239
Gains on disposal of capital assets	($1,768,108)	$0
Losses on sale of capital assets	$0	$4,787
Changes in accrued accounts:		
Accounts receivable	($1,635,839)	$640,175
Prepaids and other current assets	$398,791	($1,981)
Payables and accrued liabilities	($9,395,399)	($6,373,520)
Deferred revenue	$955,704	$929,734
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($6,238,678)	($7,794,137)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	($682,590)	$0
Buildings	($16,079,609)	($13,619,099)
Equipment	($2,425,747)	($1,433,783)
Vehicles	($415,904)	($33,569)
Net proceeds from disposal of capital assets	$1,497,900	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($18,105,950)	($15,086,451)
C. FINANCING ACTIVITIES		
Capital allocations received	$1,885,364	$27,171,004
Issue of long term debt	$0	$0
Repayment of long term debt	($6,499,754)	($6,942,599)
Add back: supported portion	$6,499,754	$6,942,599
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$1,885,364	$27,171,004
Net sources (uses) of cash equivalents* during year	($22,459,264)	$4,290,416
Cash Equivalents at the beginning of the year	$65,434,729	$61,144,313
Cash Equivalents at the end of the year	$42,975,465	$65,434,729

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 4010

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$37,448,044	$29,472,347	$4,101,167	$3,874,530	$2,724,640	$0	$0	$0	$0	$1,149,890	$0	$0	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$37,448,044	$29,472,347	$4,101,167	$3,874,530	$2,724,640	$0	$0	$0	$0	$1,149,890	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$2,492,205		$2,492,205												
Block BQRP funded capital transactions		$1,090,710	($1,090,710)												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$3,393,571	($3,393,571)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($11,455,483)	$11,455,483												
Amortization of capital allocations		$8,741,515	($8,741,515)												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($1,466,270)	$1,466,270	$0		$928,822			$537,448		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers to capital reserves			($624,505)	$624,505					$0		$624,505		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$39,940,249	$31,242,660	$2,732,284	$5,965,305	$2,724,640	$0	$928,822	$0	$0	$1,687,338	$624,505	$0	$0	$0	$0

School Jurisdiction Code: 4010

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$37,877,709	$143,039,824
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$37,877,709	$143,039,824
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$1,178,550	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$706,814	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$6,499,754
Expended capital allocations - current year		($15,389,775)	$15,389,775
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$4,785
Capital allocations amortized to revenue			$8,741,515
Balance at August 31, 2003		$24,373,298	$156,183,053

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Calgary Roman Catholic Separate School District No. 1

NOTES TO FINANCIAL STATEMENTS

August 31, 2003

1. AUTHORITY AND PURPOSE

Calgary Roman Catholic Separate School District No. 1 ("the District") was established under the authority of the School Act of Alberta, to provide education programs to the City of Calgary and surrounding areas.

The District receives block funding allocations for instruction and support from the Province of Alberta and by way of municipal supplementary requisitions. Funding regulations limit funding and expenses for administration and permit the District, within specified limits, to reallocate funding between the instruction and support blocks, with the exception of Plant Operations and Maintenance.

The District is considered a non-profit organization within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements of the District have been prepared by management in accordance with Canadian generally accepted accounting principles. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. Actual results could differ from these estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

Inventory

Inventory of supplies is carried at the lower of cost, determined on a first in, first out basis, and replacement cost.

School generated funds

Funds generated at the schools are included as assets, liabilities, revenue and expenditures of the District when the accountability, control and ownership of these funds rests with the District. Funds are raised through registration and other fees and fundraising activities and are expended for the stated purposes for which they were raised. School generated funds reflected as revenues are net of direct costs incurred to earn such revenues and represent funds available for discretionary purposes at the school level.

Capital assets

Capital assets are recorded at cost and depreciated on a straight-line basis over their estimated useful lives, commencing in the year following acquisition, as follows:

Buildings (including original components such as roofs)	10 to 40 years
Furniture, equipment and vehicles	5 to 10 years
Site development	20 years
Leasehold improvements	amortized over term of leases

Only capital assets with costs in excess of $5,000 are capitalized. All building component repairs such as roofs are expensed as incurred. Any capital allocations received for asset purchases as designated by the contributor are amortized over the same period as the related asset.

Revenue recognition

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Donations are recognized as revenue when received or receivable. Donated materials are recorded at fair market value when reasonably determinable, when they are used in the normal course of the District's operations and would otherwise have been purchased.

Capital allocations from the Province for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets are recorded as unamortized capital allocations and amortized to revenue on the same basis as the capital assets acquired. Capital allocations received in advance of the investment in capital assets are recorded as deferred capital allocations and transferred to unamortized capital allocations when the capital assets are acquired.

As recommended by Alberta Learning, all Infrastructure Maintenance Program (IMP) contributions, formerly known as BQRP contributions, are recorded in revenue and the annual operating surplus/deficit when spent on the particular IMP project, regardless of the fact that some of the projects may be capital in nature and the costs included in capital assets.

Contributed services

Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty in determining the fair value of the services and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the accompanying financial statements.

Financial instruments

The District has financial instruments consisting of cash and short-term deposits, accounts receivable, accounts payable and accrued liabilities and long-term debt. The carrying values of these instruments approximates fair value.

Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Province of Alberta. Under the terms of the Teachers Pension Plan Act, the District does not make pension contributions for certificated staff.

The District participates in the multi-employer Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $1,775,413 for the year ended August 31, 2003. At December 31, 2002, the Local Authorities Pension Plan reported a deficit of $444,980,000 (2001 - $634,960,000 surplus).

3. CASH AND SHORT-TERM DEPOSITS

Cash includes short-term investments with maturity dates of 90 days or less. Short-term investments consist of term deposits and bankers acceptances, bearing interest at 2.80% to 2.96%. Cash includes $24,997,803 restricted for capital purposes.

4. ACCOUNTS RECEIVABLE

	2003 $	2002 $
Municipalities -supplementary requisitions	**11,835,849**	10,993,163
Province of Alberta	**10,274,082**	9,475,825
Federal Government	**665,974**	595,787
Other	**2,308,881**	2,384,172
	25,084,786	23,448,947

Other accounts receivable include an amount owing from the schools relating to funding provided by the District by way of loans to fund the purchase of textbooks for rental to students.

5. CAPITAL ASSETS

	2003		
	Cost $	Accumulated Depreciation $	Net Book Value $
Buildings	267,953,860	85,769,312	182,184,548
Furniture, equipment and vehicles	23,240,974	9,962,792	13,278,182
Site development	12,141,191	2,895,683	9,245,508
Capital asset construction in progress	11,008,969	—	11,008,969
Leasehold improvements	199,770	132,080	67,690
Land	4,000,860	—	4,000,860
	318,545,624	98,759,867	219,785,757

	2002		
	Cost $	Accumulated Depreciation $	Net Book Value $
Buildings	254,173,497	78,715,872	175,457,625
Furniture, equipment and vehicles	26,121,529	12,488,027	13,633,502
Site development	11,273,162	2,539,975	8,733,187
Capital asset construction in progress	9,328,443	—	9,328,443
Leasehold improvements	245,612	147,719	97,893
Land	4,121,317	—	4,121,317
	305,263,560	93,891,593	211,371,967

6. CREDIT FACILITY

The District has a $3,350,000 revolving credit facility with interest at prime less 0.25% comprised of a $3,000,000 demand credit facility, and a $350,000 purchasing card facility. A borrowing bylaw to a maximum of $10,000,000, covering all revenue of the District, has been provided as security for this facility. None of the demand facility was outstanding at year end, and $82,922 was outstanding on the purchasing card facility.

Calgary Roman Catholic Separate School District No. 1

NOTES TO FINANCIAL STATEMENTS

August 31, 2003

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2003 $	**2002 $**
Province of Alberta	**14,963,901**	14,860,692
Federal Government	**46,073**	372,472
Alberta Municipalities	**181,228**	236,298
Other trade payables and accrued liabilities	**15,045,185**	24,162,324
	30,236,387	39,631,786

8. LONG-TERM DEBT

Long-term debt is comprised of debentures issued to the Alberta Capital Finance Authority at interest rates ranging from 7.25% to 12% per annum which mature at various dates to 2020. All debenture principal and interest payments are fully supported (funded) by the Province of Alberta.

	2003 $	**2002 $**
Debentures	**32,360,043**	38,859,797
Less current portion	**(6,117,326)**	(6,499,754)
	26,242,717	32,360,043

Principal repayments required over each of the next five years and thereafter are as follows:

	$
2004	6,117,326
2005	5,872,641
2006	5,537,281
2007	5,211,654
2008	4,264,517
Thereafter	5,356,624
	32,360,043

Calgary Roman Catholic Separate School District No. 1

NOTES TO FINANCIAL STATEMENTS

August 31, 2003

9. RESERVES

Reserves are established at the discretion of the Board of Trustees of the District or externally and represent restricted net assets held for future operating and capital expenditures. These internally restricted net assets are not available for use without approval of the Board of Trustees.

	2003			
	Balance, beginning of year $	**Appropriated $**	**Utilized $**	**Balance, end of year $**
Operating				
Instructional	**2,724,640**	—	—	**2,724,640**
Building operation and maintenance	—	**928,822**	—	**928,822**
Administration	**1,149,890**	**537,448**	—	**1,687,338**
	3,874,530	**1,466,270**	—	**5,340,800**
Capital	—	**624,505**	—	**624,505**
	3,874,530	**2,090,775**	—	**5,965,305**

	2002			
	Balance, beginning of year $	**Appropriated $**	**Utilized $**	**Balance, end of year $**
Operating				
Instructional	4,871,051	—	2,146,411	2,724,640
Building operation and maintenance	1,672,565	—	1,672,565	—
Administration	2,349,491	—	1,199,601	1,149,890
Transportation	413,498	—	413,498	—
	9,306,605	—	5,432,075	3,874,530

10. SCHOOL GENERATED FUNDS

School generated funds included in the statement of revenue and expenditures are net of the costs of generating such funds and represent school generated funds available for discretionary spending purposes. Total revenues generated from these school activities amounted to $12,740,000 (2002 - $11,460,000).

11. CONTINGENT LIABILITIES

In the ordinary course of operations various claims and lawsuits are brought against the District. The ultimate settlement of such matters is not expected to be significant to the overall financial position of the District.

12. STATEMENT OF CASH FLOWS

(a) Net change in non-cash working capital

	2003 $	2002 $
Operating activities		
Accounts receivable	**(2,876,735)**	245,398
Inventory	**28,279**	107,314
Prepaid expenses	**370,512**	(109,295)
Accounts payable and accrued liabilities	**(8,937,572)**	(472,577)
Unearned grants	**955,704**	929,734
Cash provided by (used in) operating activities	**(10,459,812)**	700,574
Investing activities		
Accounts receivable	**193,124**	(8,077)
Accounts payable and accrued liabilities	**(120,716)**	(5,539,557)
Cash provided by (used in) investing activities	**72,408**	(5,547,634)
Financing activities		
Accounts receivable	**1,047,772**	402,854
Accounts payable and accrued liabilities	**(337,111)**	(361,386)
Cash provided by financing activities	**710,661**	41,468

(b) Non-cash transaction

An exchange of property took place during the year between the District and an arm's-length third party for $1,853,617 and is not reflected in the Statement of Cash Flows as it was a non-cash transaction.

13. SALARIES AND BENEFITS

	2003				2002
	Number	Salaries and Wages $	Benefits and Allowances $	Total $	Total $
Chair of Board	1	11,971	7,711	19,682	20,270
Other Board Members	6	61,351	47,073	108,424	99,704
Superintendent	1	141,757	29,120	170,877	165,298
Secretary-Treasurer	1	119,127	19,673	138,800	150,760
Salaries - Certificated	2,641	160,005,268	21,548,486	181,553,754	164,432,482
Salaries - Uncertificated	1,423	35,314,781	8,289,089	43,603,870	43,357,769
	4,073	195,654,255	29,941,152	225,595,407	208,226,283

14. COMPARATIVE FIGURES

Certain 2002 figures have been reclassified to conform to 2003 presentation.

School Jurisdiction Code: 4010

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration: Board Governance	Board & System Administration: System Administration	Board & System Administration: Total Board & System Admin.	External Services
Alberta Learning allocations									
(1) Instruction block	$203,529,382	$7,352,142	$196,177,240						
(2) Support block	$19,414,851				$9,940,935			$9,473,916	
(3) Instruction & support block reallocations	$0	$0	$1,165,166		($1,165,166)			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$5,748,914	$0	$5,748,914						
(5) Student Health Initiative (SHI)	$987,278	$0	$609,564						$377,714
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$9,561,000	$348,864	$9,138,476					$73,660	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$49,550	$0	$49,550	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$239,290,975	$7,701,006	$212,888,910	$0	$8,775,769			$9,547,576	$377,714
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$1,064,202	$0	$0	$1,064,202					
(13) Operations & Maintenance support	$25,609,172			$25,609,172					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$26,673,374	$0	$0	$26,673,374					
(16) **Alberta Finance**	$3,303,407			$3,303,407	$0			$0	$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$811,420	$0	$778,964	$0	$0			$32,456	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$303,129	$0	$303,129						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$2,399,085	$200,000	$286,783	$89,495	$1,798,807			$24,000	$0
(25) **Investment income**	$873,970	$143,330	$680,640	$50,000	$0			$0	$0
(26) **Gifts and donations**	$10,807	$0	$10,807	$0	$0				$0
(27) **Rentals of facilities**	$1,599,737		$533,223	$400,000	$0			$63,989	$602,525
(28) **Net school generated funds**	$2,291,854		$2,291,854					$0	
(29) **Gains on disposal of capital assets**	$1,768,108		$1,221,558	$0	$0			$546,550	$0
(30) **Amortization of capital allocations**	$8,741,515		$0	$8,741,515	$0				$0
(31) **TOTAL REVENUES**	$288,067,381	$8,044,336	$218,995,868	$39,257,791	$10,574,576			$10,214,571	$980,239
EXPENSES									
(32) **Certificated salaries**	$160,147,025	$5,826,976	$153,217,711				$1,102,338	$1,102,338	$0
(33) **Certificated benefits**	$21,577,606	$760,928	$20,542,154				$274,524	$274,524	$0
(34) **Uncertificated salaries and wages**	$35,542,259	$475,711	$19,926,284	$10,165,851	$166,148	$159,925	$4,408,422	$4,568,347	$239,918
(35) **Uncertificated benefits**	$8,328,517	$87,164	$4,738,588	$2,406,074	$33,480	$30,405	$1,032,806	$1,063,211	$0
(36) **SUB - TOTAL**	$225,595,407	$7,150,779	$198,424,737	$12,571,925	$199,628	$190,330	$6,818,090	$7,008,420	$239,918
(37) **Services, contracts & supplies**	$44,019,735	$585,369	$16,278,164	$13,124,885	$10,681,780	$549,066	$2,246,351	$2,795,417	$554,120
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$308,188	$0	$0	($308,188)	$0	$0	$0	$0
(39) **Net school generated funds**	$2,291,854		$2,291,854						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$8,741,515	$0	$0	$8,741,515	$0		$0	$0	$0
(41) Unsupported	$2,713,968	$0	$1,249,054	$587,237	$1,356	$0	$690,120	$690,120	$186,201
(42) Total Amortization	$11,455,483	$0	$1,249,054	$9,328,752	$1,356	$0	$690,120	$690,120	$186,201
Interest on capital debt									
(43) Supported	$3,303,407	$0	$0	$3,303,407	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$286,665,886	$8,044,336	$218,243,809	$38,328,969	$10,574,576	$739,396	$9,754,561	$10,493,957	$980,239
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$1,401,495	$0	$752,059	$928,822	$0			($279,386)	$0
Applicable student numbers/FTE equivalent	42,792.0	2,894	41,345.0	42,720.0	18,310			42,792.0	
AVERAGE PROGRAM COSTS per student	$6,699	$2,780	$5,279	$897	$578			$245	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$118,853,673	$15,043,224	$3,475,298	$8,329,444	$3,569,762	$3,946,310	$0	$153,217,711
Certificated benefits	$16,891,477	$1,257,610	$330,036	$1,063,916	$485,962	$513,153	$0	$20,542,154
Uncertificated salaries and wages	$4,128,424	$6,980,099	$991,767	$5,193,860	$2,225,940	$142,843	$263,351	$19,926,284
Uncertificated benefits	$1,135,632	$1,605,422	$228,106	$1,194,587	$481,968	$44,993	$47,880	$4,738,588
SUB - TOTAL REMUNERATION	$141,009,206	$24,886,355	$5,025,207	$15,781,807	$6,763,632	$4,647,299	$311,231	$198,424,737
Services, contracts & supplies	$9,954,683	$1,396,081	$1,221,016	$1,746,295	$748,412	$913,344	$298,333	$16,278,164
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$2,291,854							$2,291,854
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$1,139,778	$0	$109,276					$1,249,054
Total Amortization	$1,139,778	$0	$109,276					$1,249,054
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$154,395,521	$26,282,436	$6,355,499	$17,528,102	$7,512,044	$5,560,643	$609,564	$218,243,809
FTE Certificated				126.2	54.1			
FTE Uncertificated				261.9	112.3			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$182,100,885	$15,093,098	$5,803,829	$1,165,166	$204,162,978	$165,731,553	$38,431,425
School Admin & Instruction Support Expenses						$26,282,436	($26,282,436)
System Instruction Support Expenses						$6,355,499	($6,355,499)
Total Basic Instruction	$182,100,885	$15,093,098	$5,803,829	$1,165,166	$204,162,978	$198,369,488	$5,793,490
Sub-Programs & Initiatives							
Severely Disabled	$6,699,856		$0		$6,699,856	$7,512,044	($812,188)
English as a Second Language	$2,351,901				$2,351,901	$2,675,531	($323,630)
Enhanced Opportunities	$299,593				$299,593	$299,593	$0
First Nations, Metis, and Inuit Education	$221,193		$0		$221,193	$310,334	($89,141)
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$4,883				$4,883		$4,883
Growth & Density	$513,499				$513,499		$513,499
Teacher Assistants Program	$898,762				$898,762	$955,148	($56,386)
Early Literacy Initiative (K-2)	$1,665,462				$1,665,462	$1,798,408	($132,946)
Learning Resources Credit & Resources for the Classroom	$397,113	$453,406	$303,129		$1,153,648	$5,201,733	($4,048,085)
Technology Integration	$521,329		$0		$521,329	$521,329	$0
French Language Program & Francisation (all jurisdictions)	$413,228		$0		$413,228	$481,900	($68,672)
Home Education	$89,536		$0		$89,536	$118,301	($28,765)
Total Sub-Programs & Initiatives	$14,076,355		$303,129		$14,832,890	$19,874,321	($5,041,431)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$196,177,240	$15,546,504	$6,106,958	$1,165,166	$218,995,868	$218,243,809	$752,059

School Jurisdiction Code: 4010

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$7,352,142	$196,177,240		$9,940,935	$9,473,916	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of *$203,529,382* *=* *$4,070,588* *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$1,165,166		($1,165,166)		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$1,165,166		($1,165,166)	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 4010

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$203,008,053
Support Block - Transportation	$9,940,935
SUBTOTAL	$212,948,988

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$25,609,172
Teacher Salary Enhancement	$9,561,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$811,420
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$2,399,085
Interest on investments	$873,970
Rentals of facilities	$1,599,737
Gains on disposal of capital assets	$1,768,108
Amortization of capital allocations	$8,741,515
School generated funds (Schedule E)	$11,472,128
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$275,785,123**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and ov = 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$11,031,405
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$11,031,405**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$10,493,957
PLUS: transfers to Restricted - Operating (Board/System Administration)	$537,448
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$11,031,405
Maximum Expense Limit for Board & System Administration (Step 3)	$11,031,405
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$0

School Jurisdiction Code: 4010

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$2,698,889
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$11,472,128	
Less: SGF - related cost recoveries (Note 3)	$9,994,399	
- capitalized at the District level (Note 4)	$0	
Net Total	$1,477,729	
Plus: Donations Received (Note 5)	$1,267,934	
Equals: Net Additions to SGF		$2,745,663
Net SGF Available for discretionary spending		$5,444,552
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$2,291,854
Unexpended SGF - Closing Balance August 31, 2003		$3,152,698

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 4010

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$8,512,240	$1,388,308	$0	$0	$265,303	$10,165,851		$10,165,851
Uncertificated benefits	$2,103,558	$258,691	$0	$0	$43,825	$2,406,074		$2,406,074
Sub-total Remuneration	$10,615,798	$1,646,999	$0	$0	$309,128	$12,571,925		$12,571,925
Contracted Services	$278,727	$3,047,082	$129,143	$1,078,782	$65,435	$4,599,169		$4,599,169
Supplies	$627,922	$745,045	$0		$16,489	$1,389,456		$1,389,456
Electricity			$3,681,751			$3,681,751		$3,681,751
Natural Gas/Heating Fuel			$2,473,444			$2,473,444		$2,473,444
Sewer and Water			$461,635			$461,635		$461,635
Telecommunications			$243,798			$243,798		$243,798
Insurance					$275,632	$275,632		$275,632
Amortization of capital assets								
Supported							$8,741,515	$8,741,515
Unsupported						$587,237		$587,237
Total Amortization						$587,237	$8,741,515	$9,328,752
Interest on capital debt								
Supported							$3,303,407	$3,303,407
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$11,522,447	$5,439,126	$6,989,771	$1,078,782	$666,684	$26,284,047	$12,044,922	$38,328,969
SQUARE METRES								
School Buildings								446,338.3
Non School Buildings								19,012.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 4010

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name Mrs Lois Burke-Gaffney	1.0	$11,971	$1,992	$5,719	$0	$0	$19,682	$5,231
Name	0.0	$0	$0	$0	$0	$0	$0	
Other Board Members:								
Name Mrs Margaret Belcourt	1.0	$10,663	$4,334	$5,095	$0	$0	$20,092	$3,562
Name Mrs Linda Biasetti	1.0	$10,275	$3,292	$4,910	$0	$0	$18,477	$2,703
Name Mrs Maureen Emond	1.0	$9,392	$545	$4,486	$0	$0	$14,423	$1,656
Name Mr Gerlad Adam Heighes	1.0	$9,560	$3,157	$4,568	$0	$0	$17,285	$1,003
Name Ms Linda Wellman	1.0	$10,753	$3,209	$5,135	$0	$0	$19,097	$2,719
Name Ms Catherine Williams	1.0	$10,708	$3,226	$5,116	$0	$0	$19,050	$4,272
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal	*7.0*	*$73,322*	*$19,755*	*$35,029*	*$0*	*$0*	*$128,106*	*$21,146*
Superintendent Dr Jeremy Simms	1.0	$141,757	$29,120	$0	$0	$0	$170,877	$11,050
Superintendent	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer Ms Deborah Achen	1.0	$119,127	$19,673	$0	$0	$0	$138,800	$3,375
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	2,641.0	$160,005,268	$19,807,182	$0	$0	$1,741,304	$181,553,754	
Uncertificated Salaries & Wages	1,423.0	$35,314,781	$8,289,089	$0	$0	$0	$43,603,870	
TOTALS		**$195,654,255**	**$28,164,819**	**$35,029**	**$0**	**$1,741,304**	**$225,595,407**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 4010

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 3030

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CALGARY BOARD OF EDUCATION
Name of School Jurisdiction

515 MACLEOD TRAIL S.E.
Mailing Address

Tel: (403) 294-8211 Fax: (403) 294-8254
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules CALGARY BOARD OF EDUCATION (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

GORDON DIRKS	"Original Signed By"
Name	Signature

SUPERINTENDENT

DR. BRENDAN J. CROSKERY	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER

DONALD M. DART	"Original Signed By"
Name	Signature

25-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 3030

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KPMG

KPMG LLP
Chartered Accountants
1200 205 - 5th Avenue SW
Calgary AB T2P 4B9

Telephone (403) 691-8000
Telefax (403) 691-8008
www.kpmg.ca

AUDITORS' REPORT

To the Board of Trustees

We have audited the statement of financial position of the Calgary Board of Education as at August 31, 2003 and the statements of revenues and expenses, cash flows, net assets and capital allocations for the year then ended. These financial statements, which are presented in the format prescribed by Alberta Learning, are the responsibility of the Calgary Board of Education's Administration. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles and the presentation requirements of Alberta Learning.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The current year's supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The comparative figures for August 31, 2002 were reported on by another firm of chartered accountants.

KPMG LLP
Chartered Accountants

Calgary, Canada
October 31, 2003

KPMG LLP, a Canadian limited liability partnership is the Canadian member of KPMG International, a Swiss nonoperating association.

School Jurisdiction Code: 3030

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002 Restated
ASSETS			
Current assets			
Cash and temporary investments		$52,959,490	$70,311,414
Accounts receivable (net after allowances)		$19,183,296	$24,705,325
Prepaid expenses		$3,971,326	$3,155,926
Other current assets		$22,381,097	$22,946,124
Total current assets		$98,495,209	$121,118,789
School generated assets		$11,830,873	$10,210,202
Trust assets		$0	$0
Long term investments		$10,224,583	$10,047,224
Capital assets			
Land		$2,962,282	$3,078,245
Buildings	$549,053,034		
Less: accumulated amortization	($242,641,879)	$306,411,155	$292,631,328
Equipment	$73,680,342		
Less: accumulated amortization	($49,382,544)	$24,297,798	$25,075,728
Vehicles	$4,627,621		
Less: accumulated amortization	($2,895,394)	$1,732,227	$1,760,025
Total capital assets		$335,403,462	$322,545,326
TOTAL ASSETS		$455,954,127	$463,921,541
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$2,250,000
Accounts payable and accrued liabilities		$49,771,111	$70,912,455
Deferred revenue		$20,181,277	$23,319,076
Deferred capital allocations		$14,593,828	$31,189,039
Current portion of all long term debt		$9,637,859	$10,303,680
Total current liabilities		$94,184,075	$137,974,250
School generated liabilities		$11,830,873	$10,210,202
Trust liabilities		$0	$0
Employee future benefits liability		$15,901,799	$10,873,913
Long term debt			
Supported: Debentures and other supported debt		$76,871,490	$86,267,790
Less: Current portion of supported debt		($9,234,579)	($9,396,300)
Unsupported: Debentures and Capital Loans		$403,280	$1,310,660
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($403,280)	($907,380)
Unamortized capital allocations		$227,896,709	$205,829,581
Total long term liabilities		$323,266,292	$304,188,466
TOTAL LIABILITIES		$417,450,367	$442,162,716
NET ASSETS			
Unrestricted net assets		($9,584,144)	($14,379,751)
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		($9,584,144)	($14,379,751)
Investment in capital assets		$30,231,983	$29,137,295
Capital Reserves		$17,855,921	$7,001,281
Total Capital Funds		$48,087,904	$36,138,576
Total net assets		$38,503,760	$21,758,825
TOTAL LIABILITIES AND NET ASSETS		$455,954,127	$463,921,541

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3030

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003 Reclassified	Actual 2002 Restated
REVENUES			
Alberta Learning	$566,570,762	$548,927,548	$556,340,243
Alberta Infrastructure	$65,250,113	$62,716,438	$29,933,218
Alberta Finance	$8,369,377	$8,369,377	$9,840,644
Other Government of Alberta	$638,935	$95,500	$604,901
Federal Government and/or First Nations	$1,411,285	$1,405,481	$1,562,746
Other Alberta school authorities	$1,152,401	$469,697	$966,804
Out of province authorities	$16,592	$55,000	$109,706
Alberta Municipalities (excluding supplementary requisitions)	$1,280,833	$880,000	$918,152
Instruction resource fees	$7,046,139	$6,195,376	$6,350,225
Transportation fees	$2,622,561	$3,335,640	$3,534,025
Other sales and services	$16,339,822	$10,944,361	$18,136,486
Investment income	$2,031,717	$839,345	$2,004,342
Gifts and donations	$761,668	$73,352	$930,524
Rentals of facilities	$5,011,269	$2,677,889	$2,915,980
Net school generated funds	$6,952,673	$8,485,989	$7,862,404
Gains on disposal of capital assets	$7,113,374	$0	$4,952,172
Amortization of capital allocations	$13,538,417	$13,914,317	$12,776,349
Total Revenues	$706,107,938	$669,385,310	$659,738,921
EXPENSES			
Certificated salaries	$370,067,575	$355,532,089	$352,897,735
Certificated benefits	$47,267,775	$41,360,610	$37,753,614
Uncertificated salaries and wages	$107,075,586	$111,343,439	$103,442,788
Uncertificated benefits	$22,379,611	$22,622,836	$20,743,600
Services, contracts and supplies	$106,766,008	$96,609,319	$96,442,089
Net school generated funds	$6,952,673	$8,485,989	$7,862,404
Capital and debt services			
Amortization of capital assets			
Supported	$13,538,417	$13,914,317	$12,776,349
Unsupported	$6,639,347	$7,374,248	$6,071,268
Total Amortization of capital assets	$20,177,764	$21,288,565	$18,847,617
Interest on capital debt			
Supported	$8,369,377	$8,369,377	$9,364,125
Unsupported	$55,705	$55,705	$104,476
Total Interest on capital debt	$8,425,082	$8,425,082	$9,468,601
Other interest charges	$250,929	$209,017	$310,109
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$689,363,003	$665,876,946	$647,768,557
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$16,744,935	$3,508,364	$11,970,364
Block BORP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$16,744,935	$3,508,364	$11,970,364

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3030

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$16,744,935	$11,970,364
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($13,538,417)	($12,776,349)
Total amortization expense	$20,177,764	$18,847,617
Gains on disposal of capital assets	($7,113,374)	($4,952,172)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$5,522,029	($12,998,454)
Prepaids and other current assets	($250,373)	($22,699,212)
Payables and accrued liabilities	($21,141,344)	$26,376,305
Deferred revenue	($3,137,799)	($3,046,615)
Employee future benefit expense (recovery)	$5,027,886	$5,566,541
Other (describe) Investing, Financing working capital and temp	$671,978	$1,250,920
Total sources (uses) of cash from Operations	$2,963,285	$7,538,945
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($26,292,976)	($26,475,044)
Equipment	($6,654,724)	($5,402,273)
Vehicles	($403,040)	($518,513)
Net proceeds from disposal of capital assets	$7,113,374	$5,579,022
Other (describe) Working capital components	($432,265)	($1,536,847)
Total sources (uses) of cash from Investing activities	($26,669,631)	($28,353,655)
C. FINANCING ACTIVITIES		
Capital allocations received	$9,928,874	$47,561,073
Issue of long term debt	$0	$0
Repayment of long term debt	($10,303,680)	($10,691,838)
Add back: supported portion	$9,396,300	$9,784,458
Other (describe) Working capital components and long term in	($417,072)	$285,927
Total sources (uses) from Financing activities	$8,604,422	$46,939,620
Net sources (uses) of cash equivalents* during year	($15,101,924)	$26,124,910
Cash Equivalents at the beginning of the year	$68,061,414	$41,936,504
Cash Equivalents at the end of the year	$52,959,490	$68,061,414

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3030

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 15)	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$22,385,675	$29,137,295	($14,379,751)	$7,628,131	$0	$0	$0	$626,850	$7,001,281	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)															
Gain on disposal of supported capital as	($626,850)	$0	$0	($626,850)	$0	$0	$0	($626,850)	$0	$0	$0	$0	$0	$0	$0
(Note 2)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
.	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$21,758,825	$29,137,295	($14,379,751)	$7,001,281	$0	$0	$0	$0	$7,001,281	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$16,744,935		$16,744,935												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$6,826,655	($5,908,906)	($917,749)	$0	$0	$0		($917,749)	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($20,177,764)	$20,177,764												
Amortization of capital allocations		$13,538,417	($13,538,417)												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$907,380	($907,380)												
Net transfers to operating reserves			($6,966,341)	$6,966,341	$2,612,323		$0			$0		$2,599,909		$1,754,109	
Net transfers from operating reserves			$6,966,341	($6,966,341)	($2,612,323)		$0			$0		($2,599,909)		($1,754,109)	
Net transfers to capital reserves			($11,772,389)	$11,772,389		$0			$11,772,389		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$38,503,760	$30,231,983	($9,584,144)	$17,855,921	$0	$0	$0	$0	$17,855,921	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 3030

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$30,562,189	$205,829,581
Prior period adjustment		$626,850	
Adjusted balance, August 31, 2002		$31,189,039	$205,829,581
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$8,400,657	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$333,416	
Other capital grants and donations		$6,250	
Proceeds on disposal of supported capital assets		$1,188,551	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$9,396,300
Expended capital allocations - current year		($26,524,085)	$26,524,085
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$314,840
Capital allocations amortized to revenue			$13,538,417
Balance at August 31, 2003		$14,593,828	$227,896,709

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

CALGARY BOARD OF EDUCATION
NOTES TO AUDITED FINANCIAL STATEMENTS AND SUPPORTING SCHEDULES
AUGUST 31, 2003

1. ORGANIZATION

The Calgary Board of Education (the "Corporation") is an independent legal entity with an elected Board of Trustees as stipulated in the *School Act* (Alberta). The Corporation is registered as a charitable organization under the *Income Tax Act* (Canada) and, therefore, is exempt from income tax and may issue official receipts for income tax purposes to donors.

The Calgary Board of Education Foundation (the "Foundation") was established as a trust indenture through private funding provided by a party unrelated to the Corporation. The Corporation assists the Foundation to promote its educational activities that support public education and fundraising for the benefit of Calgary's students.

The Corporation provides a full range of educational services for all instructional programs ranging from Kindergarten through Grade 12. In addition, the Corporation demonstrates its commitment to life-long learning by offering continuing education programs for adults.

2. ACCOUNTING CHANGES

In accordance with Alberta Learning guidelines, the Corporation retroactively adopted a change in accounting policy with respect to the treatment of proceeds on the sale of supported capital assets. In the previous year, these proceeds were recorded as revenue and an equivalent amount transferred to a supported capital reserve. As a result of the change in accounting policy, these amounts are now recorded as deferred capital allocations. A prior period adjustment in the amount of $626,850, relating to the gain on sale of provincially funded assets in 2002, has been made in these financial statements.

As a result of the change in accounting policy, adjustments as at and for the year ending August 31, 2002 have been made as follows: a decrease in the gain on disposal of capital assets by $626,850 to $4,952,172, a decrease in the previously reported supported school capital reserves balance by $626,850 to $nil, and an increase of $626,850 in deferred capital allocations to $31,189,039. There was no effect on the comparative figures prior to the 2002 fiscal year.

3. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

The financial statements of the Corporation have been prepared in accordance with Canadian generally accepted accounting principles. A precise determination of many assets and liabilities is dependent upon future events and involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from these estimates or approximations. In administration's opinion, these financial statements have been prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

(b) Cash and Temporary Investments

Cash and temporary investments are comprised of cash and temporary investments with original maturity of 90 days or less. Investments in cash equivalents are made in compliance with the *School Act, Trustee Act*, or other authorization from Alberta Learning.

(c) Investments

Investments are made in compliance with the *School Act, Trustee Act*, or other authorization from Alberta Learning. As well, in accordance with the Corporation's administrative regulation, investments are made only in companies that are socially responsible and ethically managed, as determined by the appointed external investment counsel.

Temporary investments consist of amounts to ensure the timely settlement of the Corporation's financial obligations. Investment recommendations are made with a maximum of a one-year view.

Long term investments consist of amounts anticipated to be available for investment for a period of approximately three to five years, unless significant unforeseen factors occur.

Investments may consist of corporate and government bonds, treasury bills and money market investments. These investments are recorded as of the date of acquisition and are stated at cost plus accrued interest, which approximates market value. In addition, long term investments may also include equities and are recorded at cost. Gains on sales of investments are recognized in the year of disposal. Losses are recognized in the year of disposal or, for long term investments, when there is other than a temporary impairment in the value of an investment. Interest and dividends are included in income on the accrual basis.

(d) Inventories

Inventories, included in other current assets, consist of maintenance and school supplies and are valued at the lower of average cost and replacement cost, or net realizable value. The inventory is recorded as an expense when items are shipped to schools or departments.

(e) Capital Assets and Amortization of Capital Allocations

Capital assets are recorded at cost. Amortization is provided on a straight-line basis at rates which are intended to amortize the cost of the capital assets over their estimated useful lives. The amortization rates applied are as follows:

Land improvements	25 years
Buildings	40 years
Furniture and equipment	5-10 years

No amortization is provided on construction in progress, as these assets are not ready and available for use. Upon completion and placement into use, these assets are amortized in accordance with the Corporation's accounting policy.

Certain capital assets, including new school construction and major renovations (except administrative buildings and replacement of equipment and vehicles), are funded by Alberta Infrastructure based on three-year capital plans. Capital grants for these assets are deferred and reflected in revenue (as amortization of capital allocations) over the lives of the related assets.

(f) Revenue Recognition

Revenues are recognized when they are earned. Grants received, restricted donations and fees collected, in advance of the provision or use of related services, are deferred.

Unrestricted cash donations are recognized as revenue when they are received. Donations of materials and services, that would otherwise have been purchased, are recorded at fair market value when an estimated fair market value can be reasonably determined.

Funds donated by individuals or organizations or contributed by the Corporation, for the purpose of establishing scholarships and bursaries, are accounted for as deferred revenues. Interest is calculated on each scholarship fund balance and is accrued for the benefit of the recipients of the fund. Payments from individual scholarships are made to the recipients of the scholarships and bursaries in accordance with the various scholarship agreements, and a corresponding amount is transferred to revenue at that time.

The annual amortization of capital assets funded by Alberta Infrastructure is charged to expense and is offset by a corresponding amount of revenue arising from the recognition in that year of amortization of capital allocations.

Each year, volunteers contribute a considerable number of hours which support the delivery of certain programs within schools. Due to the difficulty of determining or otherwise estimating these hours and the fact that these services are not otherwise purchased, contributed services are not quantified and recognized in these financial statements.

(g) Proceeds on Disposal of Capital Assets

The proceeds on disposal of capital assets are applied to fund future capital assets. To the extent that these proceeds relate to provincially funded assets, the amount is recorded as deferred capital allocations until a provincially approved capital expenditure is made. To the extent that these proceeds relate to Corporation funded assets, the amount is reflected as income and a corresponding amount is transferred to capital reserve until a Board of Trustee approved capital expenditure is made.

Pursuant to Provincial regulations, the allocation is determined for each asset disposal based upon the relative contribution from the Province of Alberta and the Corporation to fund the original purchase of the disposed asset.

(h) School Generated Funds

These financial statements include funds arising from certain school and student activities which are controlled and administered locally by each school but for which the Corporation is accountable. When schools undertake fundraising and extra-curricular activities, the related costs are netted against the amount of recorded school generated funds revenue. Revenue from school generated funds is recognized as the related expenses are incurred.

(i) Employee Future Benefit Plans

The Corporation's certificated employees are required to contribute to the Teachers' Retirement Fund, a multi-employer pension plan. This defined benefit pension plan is the responsibility of the Province of Alberta and these employees. Accordingly, no disclosure has been made in these financial statements relating to the effects of participation in the pension plan by the Corporation's employees.

The Corporation and its uncertificated employees participate in the Local Authorities Pension Plan, a multi-employer pension plan. Pension costs included in these financial statements comprise the cost of employer contributions for current service of participating employees during the year.

For employee future benefit plans other than pension plans, the Corporation accrues its obligations and expenses the related costs. The cost of employee future benefits earned by employees is actuarially determined using the projected benefit method prorated on service and management's best estimate of salary escalation, retirement ages of employees, and expected supplementary health care and dental care costs. The actuarially determined benefit obligation from the initial application of this policy is being amortized over the average remaining service period of employees active at September 1, 2000, the beginning of the fiscal year in which this policy was implemented. Any excess of future net actuarial gains (or losses) over 10% of the future benefit obligation is amortized over the average remaining service period of active employees.

(j) Financial Instruments

The Corporation's financial instruments consist of cash and temporary investments, accounts receivable, prepaid expenses, school generated assets, long term investments, outstanding cheques, bank indebtedness, accounts payable and accrued liabilities, and long term debt. It is administration's opinion that the Corporation is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted as determined by market comparisons, the fair values of these financial instruments approximate their carrying values.

4. CASH AND CASH EQUIVALENTS, INVESTMENTS AND BANK INDEBTEDNESS

	2003				
		Investments at Cost			
	Cash and cash equivalents	Temporary (A)	Long term	Total	Market value
Cash and Fixed Income Investments					
Bank balances	$ 1,513,843	$ -	$ 284	$ 1,514,127	$ 1,514,127
Outstanding cheques	(1,767,784)	-	-	(1,767,784)	(1,767,784)
Money market investments	53,213,431	10,424,245	7,668,413	71,306,089	71,496,636
Canadian bonds	-	11,301,878	1,174,413	12,476,291	12,447,881
Equity Investments					
Canadian equities	-	-	581,855	581,855	650,674
U.S. equity pooled funds	-	-	399,809	399,809	426,132
International equity pooled funds	-	-	399,809	399,809	431,518
	52,959,490	21,726,123	10,224,583	84,910,196	85,199,184
School generated assets	11,830,873	-	-	11,830,873	11,830,873
Total at Cost	$ 64,790,363	$ 21,726,123	$ 10,224,583	$ 96,741,069	
Total at Market Value	$ 64,893,301	$ 21,779,271	$ 10,357,485		$ 97,030,057

(A) Temporary investments consist of investments with original maturities greater than 90 days.

	2002				
		Investments at Cost			
	Cash and cash equivalents	Temporary (A)	Long Term	Total	Market Value
Cash and Fixed Income Investments					
Bank balances	$ 2,893,827	$ -	$ -	$ 2,893,827	$ 2,893,827
Outstanding cheques	(782,135)	-	-	(782,135)	(782,135)
Money market investments	68,199,722	22,284,908	10,047,224	100,531,854	100,693,114
Canadian bonds	-	-	-	-	-
Equity Investments					
Canadian equities	-	-	-	-	-
U.S. equity pooled funds	-	-	-	-	-
International equity pooled funds	-	-	-	-	-
	70,311,414	22,284,908	10,047,224	102,643,546	102,804,806
School generated assets	10,210,202	-	-	10,210,202	10,210,202
Total at Cost	$ 80,521,616	$ 22,284,908	$ 10,047,224	$ 112,853,748	
Total at Market Value	$ 80,601,383	$ 22,362,187	$ 10,051,438		$113,015,008

(A) Temporary investments consist of investments with original maturities greater than 90 days.

General Operating and Other Bank Indebtedness

The Corporation maintains lines of credit that have been negotiated with its bankers for general operating purposes and, as specifically approved in 1998 by the Minister of Education, for financing early retirement incentive payments to teachers. This latter line of credit expired on May 31, 2003. As at August 31, 2003, no amount has been drawn against the Corporation's general operating line of credit.

Yields on current and long term investments are as follows:

	2003		2002	
	Effective or Market Yield	Cost	Effective or Market Yield	Cost
Cash Equivalents				
Money Market Investments	2.90%	$ 53,213,431	2.94%	$ 68,199,722
Temporary Investments (A)				
Bonds	2.65%	11,301,878		-
Money Market Investments	2.96%	10,424,245	3.06%	22,284,908
Long term Investments				
Money Market Investments	2.82%	7,668,413	2.91%	10,047,224
Bond maturity				
Within one year	2.96%	302,545		-
Two to five years	4.18%	318,291		-
More than five years	4.90%	553,577		-
Canadian equities	2.61%	581,855		-
U.S. equity pooled funds	1.30%	399,809		-
International equity pooled funds	2.90%	399,809		-

(A) Temporary investments consist of investments with original maturities greater than 90 days.

Additional Cash Flow Information

During the year ended August 31, 2003, cash interest paid on debenture and other debt amounted to $8,815,084 (2002 - $9,940,486) and cash interest earned on investments totaled $1,809,989 (2002 - $1,849,570).

5. OTHER CURRENT ASSETS

	2003	2002
Temporary investments with original maturities greater than 90 days	$ 21,726,123	$ 22,284,908
Inventory	654,974	661,216
	$ 22,381,097	$ 22,946,124

6. DEFERRED REVENUE

	2003	2002
Alberta Learning Grants		
Basic Instruction	$ 1,177,899	$ 2,509,032
Alberta Initiative for School Improvement	1,069,173	1,808,515
One-time funding in lieu of 2002/03 grant rate increases	-	1,427,972
Transportation one-time grant for 2003/04	333,500	-
Institutional support funding	-	1,344,300
Piitoayis school	356,107	-
Technology Integration Funding	1,578,121	856,986
Student Health Initiative	-	191,085
First Nations, Metis and Inuit Education	-	6,746
Reclamation of Alberta Learning grants	177,854	-
Other Alberta Learning revenue	154,874	29,900
Alberta Infrastructure Grants		
Infrastructure Maintenance Program	2,823,325	9,997,894
One-time funding for Operations and Maintenance	4,706,355	-
Other and Miscellaneous Revenues	7,804,069	5,146,646
	$ 20,181,277	$ 23,319,076

7. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations include $1,188,551 (2002 - $626,850) in proceeds on disposal of provincially funded assets.

8. UNFUNDED EMPLOYEEE FUTURE BENEFIT LIABILITY

(a) Local Authorities Pension Plan

The majority of the Corporation's uncertificated employees participate in the Local Authorities Pension Plan, a multi-employer pension plan. The Corporation's net pension expense for the year amounts to $5,064,406 (2002 - $4,295,528).

(b) Other Employee Future Benefits

The Corporation has a number of defined benefit plans providing post-employment and post-retirement benefits for supplementary health care, dental care, life insurance and retiring allowances. These plans are not funded by separately designated plan assets.

The significant actuarial assumptions adopted in measuring the Corporation's employee future benefit obligation (based on a weighted average assumption of the various plans as of August 31, 2001, the date of the most recent actuarial valuation) are as follows:

Discount rate	6.35%
Supplementary health care cost escalation	10.0% for five years, and 5.5% per year thereafter
Dental care cost escalation	4.0% per year

The actuarially determined liability for future employee benefits based on an extrapolation to August 31, 2003 is $45,132,431 (2002 - $40,115,598). To date, $15,901,799 (2002 - $10,873,913) has been accrued in these financial statements. The initial transitional obligation of $35,664,263 at September 1, 2000 is being amortized over the expected average remaining service period of the employee group, which was estimated to be 12 years. The remaining unamortized balance as at August 31, 2003 is $26,748,197. The total current year expense for employee future benefits amounts to $6,974,013 (2002 - $7,299,536), including current service costs of $1,854,557 (2002 - $1,733,231). During the year ended August 31, 2003, $1,946,127 (2002 - $1,732,996) was paid in respect of post-employment or post-retirement benefits.

9. LONG TERM DEBT

Debenture debt relates to the acquisition of school buildings funded directly by Alberta Infrastructure and to internally financed equipment purchases. Debenture debt is secured by all assets of the Corporation.

Debenture debt on school buildings, in the amount of $76,871,490 outstanding at August 31, 2003, bears interest at rates ranging from 5.38% to 12.00% with a weighted average rate of 10.22% per annum. Debenture interest expense during the year amounted to $8,369,377 (2002 - $9,364,125). Debentures were issued for periods of 5 to 25 years in those years prior to 1995 when the Corporation had local taxing authority. Fair value of this debt, calculated using discounted cash flow analyses with a discount rate equal to the prevailing market rate of interest for instruments having the same terms and characteristics, is $93,858,890. This fair value amount is provided for information purposes only. This debt is fully guaranteed by the Province of Alberta and Alberta Learning funds interest and principal payments.

Debentures were issued for a period of five years to finance the Student Information Records System (SIRS) Project. The amount of $403,280 is outstanding at August 31, 2003 and bears interest at 5.38%. Debenture interest expense during the year amounted to $55,705 (2002 - $104,477). Repayments of principal and interest for the SIRS debentures are funded by the Corporation.

The following is a summary by fiscal year of principal payments on debenture debt outstanding at August 31, 2003:

	Financed by:		
Year Ending	Alberta Learning	Corporation	Total
2004	$ 9,234,579	$ 403,280	$ 9,637,859
2005	8,871,473	-	8,871,473
2006	8,756,522	-	8,756,522
2007	8,611,998	-	8,611,998
2008	7,855,171	-	7,855,171
to maturity	33,541,747	-	33,541,747
Total	76,871,490	403,280	77,274,770
Current portion	9,234,579	403,280	9,637,859
Long-term portion	$ 67,636,911	$ -	$ 67,636,911

10. CONTINGENCIES AND COMMITMENTS

From year to year, legal actions are brought against the Corporation in the normal course of operations. The ultimate resolutions of claims presently outstanding are not expected to be significant to the overall financial position of the Corporation.

The Corporation has an undertaking to eliminate its unrestricted operating deficit over a ten-year period ending August 31, 2010 (see note 11).

The Corporation has contractual commitments to complete major capital projects relating to school buildings. As at August 31, 2003, these outstanding contractual obligations amount to $11,203,454, all of which are expected to be funded by the Province of Alberta.

Most of the Corporation's staff are hired under collective agreements between the Corporation and various unions and associations. From time to time, in the normal course of operations, grievances may be filed against the Corporation that may require resolution by arbitration. As at August 31, 2003, the Alberta Teachers' Association, Local 38 has filed a grievance relating to the Corporation's interpretation of a former clause, regarding a pupil teacher ratio, in its collective agreement. Due to the complexity of the legal and operational issues involved in this grievance, the outcome of the grievance is not determinable.

11. NET ASSETS

The components of the Corporation's net assets of $38,503,760 as at August 31, 2003 are described below:

(a) Unrestricted Net Assets

Under Alberta Learning requirements, operating reserves may only be created or increased when a school board has an accumulated operating surplus. Alberta Learning excludes school generated funds from this determination. However, where certain instructional initiatives are planned or in progress, and consistent with prior years, the Corporation has designated or reserved operating funds for specific purposes. These fund designations will be honoured in accordance with legislation or a Board of Trustees motion.

These funds are identified below as "restricted net assets – operating" in the amounts of $704,054 in the current year and $6,966,341 on a cumulative basis. In accordance with the requirement of Alberta Learning, however, for financial statement purposes, the Statement of Changes in Net Assets reflects transfers of these funds from operating reserves to unrestricted net assets.

As at August 31, 2003, the Corporation has an accumulated operating deficit of $9,584,144 (2002 - $14,379,751) comprised of the following:

	2003	2002
Unrestricted operating deficit	$ (16,550,485)	$ (20,642,038)
Restricted net assets - operating	6,966,341	6,262,287
	$ (9,584,144)	$ (14,379,751)

(i) Unrestricted Operating Deficit

Unrestricted operating deficit represents the aggregation of successive years' annual unrestricted excesses and deficiencies of revenues over expenses. As at August 31, 2003, the Corporation has an unrestricted operating deficit of $16,550,485 (2002 - $20,642,038).

In 1999, senior administration prepared a plan, approved by the Minister of Learning, to eliminate its unrestricted operating deficit over a ten-year period, ending August 31, 2010. Since the Minister of Learning approved the plan in 1999, the Corporation is ahead of its deficit reduction objective as at August 31, 2003 by $1,633,515.

(ii) Restricted Net Assets - Operating

Restricted net assets – operating consists of designated funds and operating reserves, which are established through Provincial regulation or by Board of Trustee approval. These restricted funds are set aside by the Board to provide funding for specific programs or to stabilize annual fee rates established to offset the cost of programs and services.

Restricted net assets – operating comprises the following:

	2003	2002
Designated Funds		
School decentralized budgets carried forward	$ 2,090,193	$ 687,448
Instructional programs	522,130	549,234
Total designated funds	2,612,323	1,236,682
Operating Reserves		
Transportation Reserve	2,599,909	3,217,016
Continuing Education Fee Stabilization Reserve	1,291,000	1,359,000
Music Loan Pool Reserve	463,109	449,589
Total operating reserves	4,354,018	5,025,605
Total restricted net assets – operating	$ 6,966,341	$ 6,262,287

As at August 31, 2003, the Board of Trustees has approved the use of $1,371,000 of the Transportation Reserve in the 2003/04 operating budget.

(b) Capital Reserves and Designated Capital Funds

The Corporation's capital reserves, established by Board of Trustee motion and in accordance with Provincial regulation, are funded from proceeds on disposals of capital assets or from lease revenues. In addition, capital funds have been designated by the Board of Trustees to permit the completion of capital projects which are budgeted but not yet complete. To date, the following capital reserves have been established:

	2003	2002
Proceeds on disposal of capital assets	$ 13,196,906	$ 7,001,281
Capital reserve for leased school buildings	1,086,762	-
Funds committed for incomplete capital projects funded by operating funds	3,572,253	-
	$ 17,855,921	$ 7,001,281

These reserves are to be applied to finance future capital expenditures in accordance with the specific requirements of each of these reserve funds. Funds may be designated by the Board of Trustees from time to time to permit the completion of budgeted capital projects. As at August 31, 2003, the Board of Trustees has approved the use of $7,020,489 of these funds for future capital expenditures.

(c) Investment in Capital Assets

Investment in capital assets represents the Corporation's net investment of operating funds which have been used from time to time to purchase capital equipment and technology infrastructure to support the general operating activities of the Corporation.

12. OTHER ALBERTA LEARNING REVENUES (Schedule A)

Other Alberta Learning revenues are comprised of the following:

	2003	2002
One-time funding – unique circumstances	$ 7,000,000	$ -
Grant for Piitoayis school	991,989	-
Charter School relocation funding	1,115,843	-
Special Education Tribunal funding	75,905	-
Resources for Classroom Funding	1,284,862	
Strike/Lock out reduced funding	-	(5,394,650)
Staff secondments, contracts and other	187,522	387,369
	$ 10,656,121	$ (5,007,281)

13. COMPARATIVE FIGURES

Certain 2002 amounts have been reclassified where necessary to conform to the current year's presentation.

School Jurisdiction Code: 3030

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$474,714,183	$17,750,297	$456,963,886						
(2) Support block	$43,836,592				$21,859,926			$21,976,666	
(3) Instruction & support block reallocations	$0	$130,558	($130,558)		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$12,468,356	$104,270	$12,364,086						
(5) Student Health Initiative (SHI)	$1,624,983	$0	$1,624,983						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$21,680,000	$686,742	$20,843,043					$90,270	$59,945
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$1,590,547								$1,590,547
(10) Other Alberta Learning revenues	$10,656,121	$0	$9,504,154	$0	$0			$0	$1,151,967
(11) **Total Alberta Learning Revenue**	$566,570,762	$18,671,867	$501,169,574	$0	$21,859,926			$22,066,936	$2,802,459
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$8,491,485	$0	$0	$8,491,485					
(13) Operations & Maintenance support	$56,758,628			$56,758,628					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$65,250,113	$0	$0	$65,250,113					
(16) **Alberta Finance**	$8,369,377			$8,369,377	$0			$0	$0
(17) **Other - Government of Alberta**	$638,935	$0	$442,302	$0	$0			$48,126	$148,507
(18) **Federal Government and/or First Nations**	$1,411,285	$0	$744,435	$10,377	$0			$69,736	$586,737
(19) **Other Alberta school authorities**	$1,152,401	$32,176	$906,709	$141,959	$32,274			$39,283	$0
(20) **Out of province authorities**	$16,592	$0	$16,592	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$1,280,833	$0	$316,699	$575,554	$0			$0	$388,580
(22) **Instruction resource fees**	$7,046,139	$83,320	$6,962,819						
(23) **Transportation fees**	$2,622,561				$2,622,561				
(24) **Other sales and services**	$16,339,822	$6,852	$7,708,959	$295,835	$1,431			$326,799	$7,999,946
(25) **Investment income**	$2,031,717	$0	$0	$0	$0			$0	$2,031,717
(26) **Gifts and donations**	$761,668	$0	$725,668	$0	$0				$36,000
(27) **Rentals of facilities**	$5,011,269		$0	$2,655,234	$0			$28,834	$2,327,201
(28) **Net school generated funds**	$6,952,673		$6,952,673					$0	
(29) **Gains on disposal of capital assets**	$7,113,374		$0	$7,113,374	$0			$0	$0
(30) **Amortization of capital allocations**	$13,538,417		$0	$13,538,417	$0				$0
(31) **TOTAL REVENUES**	$706,107,938	$18,794,215	$525,946,430	$97,950,240	$24,518,192			$22,579,714	$16,321,147
EXPENSES									
(32) **Certificated salaries**	$370,067,575	$11,188,986	$354,789,988				$1,516,903	$1,516,903	$2,571,708
(33) **Certificated benefits**	$47,287,775	$1,438,723	$45,284,646				$157,403	$157,403	$407,003
(34) **Uncertificated salaries and wages**	$107,075,586	$4,338,126	$54,060,881	$29,093,274	$1,324,867	$258,905	$13,379,112	$13,638,017	$4,622,621
(35) **Uncertificated benefits**	$22,379,611	$870,950	$11,036,504	$6,775,265	$294,704	$25,672	$2,580,301	$2,605,973	$796,215
(36) **SUB - TOTAL**	$546,790,547	$17,834,795	$465,151,999	$35,868,539	$1,619,371	$284,577	$17,833,719	$17,918,296	$8,397,547
(37) **Services, contracts & supplies**	$106,766,008	$959,420	$41,018,549	$32,918,483	$23,567,652	$746,428	$3,143,975	$3,890,403	$4,411,521
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$557,992	$0	$0	$0	($557,992)	($557,992)	$0
(39) **Net school generated funds**	$6,952,673		$6,952,673						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$13,538,417	$0	$0	$13,538,417	$0		$0	$0	$0
(41) Unsupported	$6,639,347	$0	$3,776,477	$849,282	$0	$0	$1,894,559	$1,894,559	$119,029
(42) Total Amortization	$20,177,764	$0	$3,776,477	$14,387,699	$0	$0	$1,894,559	$1,894,559	$119,029
Interest on capital debt									
(43) Supported	$8,369,377	$0	$0	$8,369,377	$0		$0	$0	$0
(44) Unsupported	$55,705	$0	$39,148	$0	$0	$0	$16,557	$16,557	$0
(45) Other interest charges	$250,929	$0	$31,476	$0	$0		($39,259)	($39,259)	$258,712
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$689,363,003	$18,794,215	$517,528,314	$91,544,078	$25,187,023	$1,031,005	$22,091,559	$23,122,564	$13,186,809
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$16,744,935	$0	$8,418,116	$6,406,162	($870,831)			($542,850)	$3,134,338
Applicable student numbers/FTE equivalent	95,012.5	6,241	91,892.0	91,733.0	36,860			95,012.5	
AVERAGE PROGRAM COSTS per student	$7,255	$3,011	$5,632	$998	$683			$243	

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SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$271,754,737	$35,979,628	$2,191,439	$24,723,307	$10,765,934	$9,201,935	$172,988	$354,789,968
Certificated benefits	$37,416,755	$2,009,532	$234,723	$3,159,291	$1,344,911	$1,083,099	$16,335	$45,264,646
Uncertificated salaries and wages	$6,749,991	$24,111,486	$2,908,256	$4,000,027	$14,644,772	$385,086	$1,261,263	$54,060,881
Uncertificated benefits	$1,325,428	$5,158,632	$590,668	$846,614	$2,784,841	$74,799	$255,522	$11,036,504
SUB - TOTAL REMUNERATION	$317,246,911	$67,259,278	$5,925,086	$32,729,239	$29,540,458	$10,744,919	$1,706,108	$465,151,999
Services, contracts & supplies	$23,630,549	$9,282,380	$260,486	$1,095,686	$4,515,814	$2,034,031	$199,603	$41,018,549
Cost recoveries & transfers	$0	$557,992	$0	$0	$0	$0	$0	$557,992
Net school generated funds	$6,952,673							$6,952,673
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$3,731,509	$44,968					$3,776,477
Total Amortization	$0	$3,731,509	$44,968					$3,776,477
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$39,148						$39,148
Other interest charges	$31,476	$0						$31,476
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$347,861,609	$80,870,307	$6,230,540	$33,824,925	$34,056,272	$12,778,950	$1,905,711	$517,528,314
FTE Certificated				370.9	157.2			
FTE Uncertificated				98.2	479.4			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$407,033,683	$43,051,384	$17,373,436	($130,558)	$467,327,945	$362,682,404	$104,645,541
School Admin & Instruction Support Expenses						$80,870,307	($80,870,307)
System Instruction Support Expenses						$6,230,540	($6,230,540)
Total Basic Instruction	$407,033,683	$43,051,384	$17,373,436	($130,558)	$467,327,945	$449,783,251	$17,544,694
Sub-Programs & Initiatives							
Severely Disabled	$30,143,694		$395,418		$30,539,112	$34,056,272	($3,517,160)
English as a Second Language	$8,062,686				$8,062,686	$8,412,243	($349,557)
Enhanced Opportunities	$747,200				$747,200	$825,343	($78,143)
First Nations, Metis, and Inuit Education	$339,696		$0		$339,696	$358,808	($19,112)
Institutional Programs	$2,839,997				$2,839,997	$2,839,997	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$668,107				$668,107		$668,107
Teacher Assistants Program	$1,776,829				$1,776,829	$1,774,649	$2,180
Early Literacy Initiative (K-2)	$339,696				$339,696	$3,386,727	($3,047,031)
Learning Resources Credit & Resources for the Classroom	$867,399	$1,284,862	$6,962,819		$9,115,080	$11,717,277	($2,602,197)
Technology Integration	$3,207,087		$0		$3,207,087	$3,207,087	$0
French Language Program & Francisation (all jurisdictions)	$727,312		$45,183		$772,495	$895,205	($122,710)
Home Education	$210,500		$0		$210,500	$271,455	($60,955)
Total Sub-Programs & Initiatives	$49,930,203		$7,403,420		$58,618,485	$67,745,063	($9,126,578)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$456,963,886	$44,336,246	$24,776,856	($130,558)	$525,946,430	$517,528,314	$8,418,116

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SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$17,750,297	$456,963,886		$21,859,976	$21,976,666	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of ***$474,714,183*** = ***$9,494,284*** ***$0***						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$130,558	($130,558)				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$130,558	($130,558)		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 3030

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integra.ion)	$471,507,096
Support Block - Transportation	$21,859,926
SUBTOTAL	$493,367,022

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$56,758,628
Teacher Salary Enhancement	$21,680,000
Other Alberta Learning revenues (Describe) Note 11	$10,656,121
Other - Government of Alberta (Excluding Alberta Finance)	$638,935
Federal government/First Nations	$1,411,285
Other Alberta school authorities	$1,152,401
Out of province local authorities	$16,592
Alberta municipalities	$1,280,833
Other sales and services	$16,339,822
Interest on investments	$2,031,717
Rentals of facilities	$5,011,269
Gains on disposal of capital assets	$7,113,374
Amortization of capital allocations	$13,538,417
School generated funds (Schedule E)	$25,463,017
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$656,459,433**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o\ = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$26,258,377

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$26,258,377**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$23,122,564
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$23,122,564
Maximum Expense Limit for Board & System Administration (Step 3)	$26,258,377
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$3,135,813

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SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$10,210,202
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$25,463,017	
Less: SGF - related cost recoveries (Note 3)	$19,936,873	
- capitalized at the District level (Note 4)	$0	
Net Total	$5,526,144	
Plus: Donations Received (Note 5)	$3,047,200	
Equals: Net Additions to SGF		$8,573,344
Net SGF Available for discretionary spending		$18,783,546
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$6,952,673
Unexpended SGF - Closing Balance August 31, 2003		$11,830,873

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

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SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$18,293,429	$5,941,319	$0	$1,119,452	$3,739,074	$29,093,274		$29,093,274
Uncertificated benefits	$4,484,267	$1,276,739	$0	$240,592	$773,667	$6,775,265		$6,775,265
Sub-total Remuneration	$22,777,696	$7,218,058	$0	$1,360,044	$4,512,741	$35,868,539		$35,868,539
Contracted Services	$485,098	$2,045,951	$279,272	$5,435,561	$516,931	$8,762,813		$8,762,813
Supplies	$1,434,264	$2,048,029	$0	$1,695,881	$236,952	$5,415,126		$5,415,126
Electricity			$9,119,509			$9,119,509		$9,119,509
Natural Gas/Heating Fuel			$7,868,360			$7,868,360		$7,868,360
Sewer and Water			$826,192			$826,192		$826,192
Telecommunications			$44,637			$44,637		$44,637
Insurance					$881,826	$881,826		$881,826
Amortization of capital assets								
Supported							$13,538,417	$13,538,417
Unsupported						$849,282		$849,282
Total Amortization						$849,282	$13,538,417	$14,387,699
Interest on capital debt								
Supported							$8,369,377	$8,369,377
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$24,697,058	$11,312,038	$18,137,970	$8,491,486	$6,148,450	$69,636,284	$21,907,794	$91,544,078
SQUARE METRES								
School Buildings								1,182,277.8
Non School Buildings								22,560.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 3030

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	GORDON DIRKS	1.0	$16,161	$770	$519	$0	$0	$17,450	$8,081
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	NANCY CLOSE	1.0	$12,590	$595	$519	$0	$0	$13,704	$6,372
Name	PAT COCHRANE	1.0	$13,275	$631	$519	$0	$0	$14,425	$6,638
Name	SHARON HESTER	1.0	$12,590	$599	$519	$0	$0	$13,708	$6,295
Name	LYNN NISHIMURA	1.0	$12,590	$604	$519	$0	$0	$13,713	$6,395
Name	CAROLE OLIVER	1.0	$14,376	$568	$519	$0	$0	$15,463	$8,452
Name	DAVID PICKERSGILL	1.0	$12,932	$615	$519	$0	$0	$14,066	$6,571
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*7.0*	*$94,514*	*$4,382*	*$3,633*	*$0*	*$0*	*$102,529*	*$48,804*
Superintendent		1.0	$176,605	$11,082	$8,880	$0	$0	$196,567	$200
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		1.0	$150,000	$17,226	$5,000	$0	$0	$172,226	$4,086
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		5,891.4	$366,223,707	$47,256,693	$0	$0	$3,658,383	$417,138,783	
Uncertificated Salaries & Wages		3,048.0	$106,392,109	$22,358,003	$36,717	$0	$393,613	$129,180,442	
TOTALS			**$473,036,935**	**$69,647,386**	**$54,230**	**$0**	**$4,051,996**	**$546,790,547**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 3030

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 45

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Calgary Science School Society
Name of School Jurisdiction

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Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Calgary Science School Society (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Name: Anne Tingle
Signature: "Original signed by"

SUPERINTENDENT

Name: Louise Partridge / Jim Toews
Signature: "Original signed by"

SECRETARY TREASURER OR TREASURER

Name: Cindy Roettger
Signature: "Original signed by"

20-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 45

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DAVID G. MARSHALL PROFESSIONAL CORPORATION

Chartered Accountant
Suite 501, 609 - 14th Street N.W.
CALGARY, ALBERTA T2N 2A1
(403) 228-3355
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Auditor's Report

To the Board of Directors
Calgary Science School Society

I have audited the statement of financial position of the Calgary Science School Society as at August 31, 2003 and the statements of revenues and expenses, cash flows and changes in net assets for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, its cash flows, its net assets and its capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, presents fairly, in all material respects, in relation to the basic financial statements taken as a whole.

David G. Marshall
Professional Corporation
Chartered Accountant

Calgary, Alberta
October 23, 2003

School Jurisdiction Code: 45

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$433,345	$191,260
Accounts receivable (net after allowances)		$184,549	$301,883
Prepaid expenses		$104,541	$24,947
Other current assets		$0	$0
Total current assets		$722,435	$518,090
School generated assets		($0)	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$0		
Less: accumulated amortization	$0	$0	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$0	$0
TOTAL ASSETS		$722,435	$518,090
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$31,356
Accounts payable and accrued liabilities		$264,086	$172,898
Deferred revenue		$276,127	$161,696
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$540,213	$365,950
School generated liabilities		($0)	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		($0)	$0
TOTAL LIABILITIES		$540,213	$365,950
NET ASSETS			
Unrestricted net assets		$35,458	$5,376
Operating Reserves		$146,764	$146,764
Accumulated Operating Surplus (Deficit)		$182,222	$152,140
Investment in capital assets		$0	$0
Capital Reserves		$0	$0
Total Capital Funds		$0	$0
Total net assets		$182,222	$152,140
TOTAL LIABILITIES AND NET ASSETS		$722,435	$518,090

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 45

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$1,888,819	$1,934,207	$1,396,394
Alberta Infrastructure	$1,445,062	$1,028,788	$231,317
Alberta Finance	$0	$0	$0
Other Government of Alberta	$1,600		$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$157,641	$116,500	$96,113
Transportation fees	$92,215	$109,160	$0
Other sales and services	$1,471	$10,500	$1,855
Investment income	$3,034	$5,000	$5,060
Gifts and donations	$1,796	$0	$5,217
Rentals of facilities	$6,815	$0	$0
Net school generated funds	$10,200	$0	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$3,608,653	$3,204,155	$1,735,956
EXPENSES			
Certificated salaries	$927,220	$1,050,724	$775,819
Certificated benefits	$82,172	$108,159	$58,232
Uncertificated salaries and wages	$139,526	$87,290	$84,995
Uncertificated benefits	$9,307	$10,455	$5,743
Services, contracts and supplies	$2,410,146	$1,947,527	$698,014
Net school generated funds	$10,200	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Amortization of capital assets	$0	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$3,578,571	$3,204,155	$1,622,803
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$30,082	$0	$113,153
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$30,082	$0	$113,153

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 45

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$30,082	$113,153
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$0	$0
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$117,334	($283,844)
Prepaids and other current assets	($79,594)	$6,298
Payables and accrued liabilities	$91,188	$133,695
Deferred revenue	$114,431	($15,900)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$273,441	($46,598)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$0	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	$273,441	($46,598)
Cash Equivalents at the beginning of the year	$159,904	$206,502
Cash Equivalents at the end of the year	$433,345	$159,904

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.
Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

School Jurisdiction Code: 45

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
				TOTAL	RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$152,140	$0	$5,376	$146,764	$97,538	$0	$34,707	$0	$0	$6,081	$0	$8,438	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$152,140	$0	$5,376	$146,764	$97,538	$0	$34,707	$0	$0	$6,081	$0	$8,438	$0	$0	$0
Surplus(def) of revenue over expenses	$30,082		$30,082												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$0	$0	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		$0	$0												
Amortization of capital allocations		$0	$0												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$182,222	$0	$35,458	$146,764	$97,538	$0	$34,707	$0	$0	$6,081	$0	$8,438	$0	$0	$0

School Jurisdiction Code: 45

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$0	$0
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2003		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

CALGARY SCIENCE SCHOOL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2003

1. AUTHORITY AND PURPOSES

The Calgary Science School Society (the "Society") is a non-profit society incorporated under the Society's Act of Alberta. The Society operates the Calgary Science School, which is a registered charter school under the Province of Alberta School Act. In addition, the Society is a registered charitable organization with Canada Customs and Revenue Agency.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian Generally Accepted Accounting Principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies as follows:

1. **Revenue recognition** - the Society uses the deferral method of recognizing contributions and fund raising which are reported as income in the year spent, except for funds designated as reserve funds created at the discretion of the Board of Directors.

   Instruction and support allocations are recognized in the year to which they relate.

   Unrestricted donations are recognized as revenue when received. Donations in-kind are recorded at fair market value when reasonably determinable.

   Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

b) **Contributed Services** - volunteers provide assistance to the School in carrying out certain activities. The value of the contributed services is not recognized in these financial statements as it is not possible to determine the fair value of such assistance.

c) **Reserves for Future Expenditures** - reserves are established at the discretion of the board for future operating and capital expenditures. Transfers to and/or from capital reserves are shown as an adjustment to the capital equity.

d) **Pensions** - The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Calgary Science School does not make pension contributions for certified staff.

CALGARY SCIENCE SCHOOL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2003

2. SIGNIFICANT ACCOUNTING POLICIES CONTINUED

e) **Financial Instruments** - the Society's financial instruments consist of cash, short-term deposits, accounts receivable and accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest or currency risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

3. ACCOUNTS RECEIVABLE

	2003	2002
Accounts receivable consist of the following:		
Provincial Government grants receivable	$ 156,363	$ 219,333
Calgary Board of Education	-	62,800
Miscellaneous	4,013	920
GST refundable	24,173	18,830
	$ 184,549	$ 301,883

4. LONG-TERM COMMITMENTS

The Society entered into a twenty-three month operating lease agreement with the Calgary Board of Education on August 1, 2002. This lease expires on June 30, 2004. Aggregate annual lease payment for the next year is$693,977.

5. PREPAID REVENUE

Funds paid in advance of the school year, have been recorded as prepaid revenue and will be reported as income in the 2004 school year as follows:

	2003	2002
Enrichment Fees	$ 146,954	$ 102,983
Lunchroom Fees	11,970	3,688
Miscellaneous Items	207	2,014
Transportation Fees	116,996	40,066
	$ 276,127	$ 148,751

A separate bank account has not been opened for the deposit of these funds which have been co-mingled with the Society's general bank account.

CALGARY SCIENCE SCHOOL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2003

6. DEFERRED GRANT REVENUE

Deferred revenues represent funds received during the school year, which have not been taken into income during the school year in which the funds were received. These funds will be recognized as income when they expended on approved projects. Deferred revenues are as follows:

	2003	2002
Alberta Initiative for School Improvement	$ -	$ 8,308
Alberta Learning Grant	-	4,638
Technology Grant	-	-
Rent Grant	-	-
	$ -	$ 12,946

A separate bank account has not been opened for the deposit of these funds which have been co-mingled with the Society's general bank account.

7. DONATIONS

Donations received from sponsors and through the fund raising efforts of both the Board of Directors and the School Council consist of the following:

	2003	2002
Library project	$ 3,004	$ 1,523
Team Uniforms	1,732	709
Cash	63	1,055
	$ 4,799	$ 3,285

8. RELOCATION COSTS

During the year, the Calgary Science School moved its education facilities to the Clem Gardner School located in the Lakeview District of Calgary. Total relocation costs amounted to $393,468 of which $292,701 was provided under an Alberta Infrastructure Grant, leaving a net cost to the School of $100,767. Included in the $393,468 is an amount of $21,030 for renovations undertaken as part of the move. The School has invoiced the Calgary Board of Education for these renovations but has not received payment and no provision has been made to record this account receivable in these financial statements. In addition, the $393,468 includes an amount of $62,801 in accounts payable to the Calgary Board of Education (the "CBE") related to certain relocation costs, the subject of which, is currently being negotiated as to payment by the CBE. If the Society is successful in passing these costs on to the CBE, the net cost to the School will be $16,936 and net assets will increase by $83,831.

CALGARY SCIENCE SCHOOL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2003

9. COMPARATIVE FIGURES

Certain of the 2002 figures have been reclassified in order to conform with the financial statement presentation adopted for 2003.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

						Board & System Administration			
REVENUES	**TOTAL**	**Early Childhood Services**	**Total Instruction (Grades 1 to 12)**	**Operations and Maintenance of Schools & Maintenance Shops**	**Transportation**	Board Governance	System Administration	**Total Board & System Admin.**	**External Services**
Alberta Learning allocations									
(1) Instruction block	$1,596,179	$0	$1,596,179						
(2) Support block	$213,468				$98,982			$114,486	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$32,870	$0	$32,870						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$46,302	$0	$46,302					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$1,888,819	$0	$1,675,351	$0	$98,982			$114,486	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$0	$0	$0	$0					
(13) Operations & Maintenance support	$1,152,361			$1,152,361					
(14) Operations & Maintenance support (One-Time)	$292,701			$292,701					
(15) **Total Alberta Infrastructure Revenue**	$1,445,062	$0	$0	$1,445,062					
(16) **Alberta Finance**	$0			$0	$0			$0	$0
(17) **Other - Government of Alberta**	$1,600	$0	$1,600	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$157,641	$0	$157,641						
(23) **Transportation fees**	$92,215				$92,215				
(24) **Other sales and services**	$1,471	$0	$1,471	$0	$0			$0	$0
(25) **Investment income**	$3,034	$0	$3,034	$0	$0			$0	$0
(26) **Gifts and donations**	$1,796	$0	$1,796	$0	$0				$0
(27) **Rentals of facilities**	$6,815		$6,815	$0	$0			$0	$0
(28) **Net school generated funds**	$10,200		$10,200					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$3,608,653	$0	$1,857,908	$1,445,062	$191,197			$114,486	$0
EXPENSES									
(32) **Certificated salaries**	$927,220	$0	$927,220				$0	$0	$0
(33) **Certificated benefits**	$82,172	$0	$82,172				$0	$0	$0
(34) **Uncertificated salaries and wages**	$139,526	$0	$78,214	$0	$0	$0	$61,312	$61,312	$0
(35) **Uncertificated benefits**	$9,307	$0	$6,870	$0	$0	$0	$2,437	$2,437	$0
(36) **SUB - TOTAL**	$1,158,225	$0	$1,094,476	$0	$0	$0	$63,749	$63,749	$0
(37) **Services, contracts & supplies**	$2,410,146	$0	$792,767	$1,411,531	$184,386	$8,643	$12,819	$21,462	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$10,200		$10,200						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$3,578,571	$0	$1,897,443	$1,411,531	$184,386	$8,643	$76,568	$85,211	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$30,082	$0	($39,535)	$33,531	$6,811			$29,275	$0
Applicable student numbers/FTE equivalent	348.0	0	348.0	348.0	234			348.0	
AVERAGE PROGRAM COSTS per student	$10,283	$0	$5,452	$4,056	$788			$245	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

	INSTRUCTION (Grades 1 to 12)							
EXPENSES	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$829,282	$90,213	$0	$0	$0	$7,725	$0	$927,220
Certificated benefits	$74,110	$8,062	$0	$0	$0	$0	$0	$82,172
Uncertificated salaries and wages	$4,095	$69,205	$0	$0	$4,914	$0	$0	$78,214
Uncertificated benefits	$0	$6,330	$0	$0	$540	$0	$0	$6,870
SUB - TOTAL REMUNERATION	$907,487	$173,810	$0	$0	$5,454	$7,725	$0	$1,094,476
Services, contracts & supplies	$738,924	$48,698	$0	$0	$0	$5,145	$0	$792,767
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$10,200							$10,200
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$1,656,611	$222,508	$0	$0	$5,454	$12,870	$0	$1,897,443
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$1,506,495	$79,172	$24,916	$0	$1,610,583	$1,669,481	($58,898)
School Admin & Instruction Support Expenses						$222,508	($222,508)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$1,506,495	$79,172	$24,916	$0	$1,610,583	$1,891,989	($281,406)
Sub-Programs & Initiatives							
Severely Disabled	$13,120		$0		$13,120	$5,454	$7,666
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$39,220				$39,220		$39,220
Teacher Assistants Program	$8,247				$8,247	$0	$8,247
Early Literacy Initiative (K-2)	$0				$0	$0	$0
Learning Resources Credit & Resources for the Classroom	$13,210	$0	$157,641		$170,851	$0	$170,851
Technology Integration	$14,792		$0		$14,792	$0	$14,792
French Language Program & Francisation (all jurisdictions)	$1,095		$0		$1,095	$0	$1,095
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$89,684		$157,641		$247,325	$5,454	$241,871
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$1,596,179	$79,172	$182,557	$0	$1,857,908	$1,897,443	($39,535)

School Jurisdiction Code: 45

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$0	$1,596,179		$98,982	$114,486	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of ***$1,596,179*** = ***$31,924*** ***$0***						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 45

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$1,581,387
Support Block - Transportation	$98,982
SUBTOTAL	$1,680,369
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$1,152,361
Teacher Salary Enhancement	$46,302
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$1,600
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$1,471
Interest on investments	$3,034
Rentals of facilities	$6,815
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$10,200
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$2,902,152**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o\ = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$174,129
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$174,129**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$85,211
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$85,211
Maximum Expense Limit for Board & System Administration (Step 3)	$174,129
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$88,918

School Jurisdiction Code: 45

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$10,200	
Less: SGF - related cost recoveries (Note 3)	$0	
- capitalized at the District level (Note 4)	$0	
Net Total	$10,200	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$10,200
Net SGF Available for discretionary spending		$10,200
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$10,200
Unexpended SGF - Closing Balance August 31, 2003		($0)

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 45

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$100,884	$1,217,029	$0	$0	$0	$1,317,913		$1,317,913
Supplies	$3,679	$0	$0	$0	$0	$3,679		$3,679
Electricity			$43,516			$43,516		$43,516
Natural Gas/Heating Fuel			$39,810			$39,810		$39,810
Sewer and Water			$0			$0		$0
Telecommunications			$0			$0		$0
Insurance					$6,613	$6,613		$6,613
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$104,563	$1,217,029	$83,326	$0	$6,613	$1,411,531	$0	$1,411,531
SQUARE METRES								
School Buildings								0.0
Non School Buildings								0.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictly, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 45

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Anne Tingle	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Donna Maxwell - Vice Chair	0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Gail Bracken	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Stuart Chalmers	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Tom Collins	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Jennifer Goldade	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Tom Hewitt	0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name	Shannon Palmer	0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name	Les Pearson	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Debra Pylypiw	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Doug Rogan	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Micheal Waites	0.0	$0	$0	$0	$0	$0	$0	$0
Name	Janet Wilson	0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*0.0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*
Superintendent	JimToews	1.0	$16,875	$0	$0	$0	$0	$16,875	$0
Superintendent	Louise Partridge	1.0	$16,774	$0	$0	$0	$0	$16,774	$0
Secretary/Treasurer	Ursula Mergny	0.3	$9,349		$0	$0	$0	$9,349	$0
Secretary/Treasurer	Cindy Roettger	0.7	$18,214	$2,437	$0	$0	$0	$20,651	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		0.0	$0	$0	$0	$0	$0	$0	
Uncertificated Salaries & Wages		0.0	$0	$0	$0	$0	$0	$0	
TOTALS			**$61,212**	**$2,437**	**$0**	**$0**	**$0**	**$63,649**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 45

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 3065

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Canadian Rockies Regional Division No. 12
Name of School Jurisdiction

618 - 7th Avenue, Canmore, AB, T1W 1H5
Mailing Address

403-609-6070 403-609-6071
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Canadian Rockies Regional Division No. 12 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Kim Bater
Name

"Original Signed By"
Signature

SUPERINTENDENT

Brian Callaghan
Name

"Original Signed By"
Signature

SECRETARY TREASURER OR TREASURER

Dave MacKenzie
Name

"Original Signed By"
Signature

28-Jan-04
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 3065

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SMITH CAGEORGE MANKTELOW
PROFESSIONAL CORPORATION • CHARTERED ACCOUNTANTS

AUDITORS' REPORT

To The Board of Trustees
Canadian Rockies Regional Division No. 12

We have audited the statement of financial position of the Canadian Rockies Regional Division No. 12 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Smith Cageorge Manktelow

Banff, Alberta
December 8, 2003

SMITH CAGEORGE MANKTELOW
CHARTERED ACCOUNTANTS

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School Jurisdiction Code: 3065

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$489,894	$5,658,211
Accounts receivable (net after allowances)		$1,735,241	$1,369,401
Prepaid expenses		$217,224	$547,750
Other current assets		$75,000	$75,000
Total current assets		$2,517,359	$7,650,362
School generated assets		$221,939	$241,150
Trust assets		$80,690	$80,487
Long term accounts receivable		$0	$0
Capital assets			
Land		$960,825	$960,825
Buildings	$41,681,082		
Less: accumulated amortization	($11,618,940)	$30,062,142	$26,435,254
Equipment	$5,222,802		
Less: accumulated amortization	($5,095,716)	$127,086	$185,553
Vehicles	$1,523,025		
Less: accumulated amortization	($721,391)	$801,634	$760,702
Total capital assets		$31,951,687	$28,342,334
TOTAL ASSETS		$34,771,675	$36,314,333
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,153,139	$2,316,140
Deferred revenue		$176,828	$329,351
Deferred capital allocations		$433,389	$3,924,889
Current portion of all long term debt		$851,956	$877,305
Total current liabilities		$2,615,312	$7,447,685
School generated liabilities		$221,939	$241,150
Trust liabilities		$80,690	$80,487
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$10,014,518	$10,891,823
	Less: Current portion of supported debt	($851,956)	($877,305)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$20,019,951	$15,483,197
Total long term liabilities		$29,485,142	$25,819,352
TOTAL LIABILITIES		$32,100,454	$33,267,037
NET ASSETS			
Unrestricted net assets		$601	$68,604
Operating Reserves		$423,676	$786,228
Accumulated Operating Surplus (Deficit)		$424,276	$854,832
Investment in capital assets		$1,917,216	$1,967,312
Capital Reserves		$329,730	$225,154
Total Capital Funds		$2,246,946	$2,192,466
Total net assets		$2,671,222	$3,047,298
TOTAL LIABILITIES AND NET ASSETS		$34,771,677	$36,314,335

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3065

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003 REVISED	Actual 2002
REVENUES			
Alberta Learning	$13,988,881	$15,226,904	$14,759,373
Alberta Infrastructure	$1,821,151	$213,000	$871,435
Alberta Finance	$1,403,224	$1,139,656	$1,528,295
Other Government of Alberta	$23,442	$0	$117,641
Federal Government and/or First Nations	$2,043,008	$1,500,001	$1,637,031
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$223,342	$196,389	$269,315
Transportation fees	$0	$0	$0
Other sales and services	$142,635	$173,000	$121,713
Investment income	$17,963	$0	$15,434
Gifts and donations	$0	$0	$32,753
Rentals of facilities	$103,953	$0	$105,530
Net school generated funds	$144,410	$300,000	$133,298
Gains on disposal of capital assets	$7,000	$0	$0
Amortization of capital allocations	$895,796	$820,577	$1,087,537
Total Revenues	$20,814,805	$19,569,527	$20,679,353
EXPENSES			
Certificated salaries	$10,432,954	$9,641,844	$10,049,336
Certificated benefits	$1,156,659	$1,157,021	$1,084,824
Uncertificated salaries and wages	$2,885,846	$2,570,657	$2,991,074
Uncertificated benefits	$632,239	$565,545	$650,760
Services, contracts and supplies	$3,404,770	$3,181,886	$3,083,738
Net school generated funds	$144,410	$300,000	$133,298
Capital and debt services			
Amortization of capital assets			
Supported	$895,796	$820,577	$884,731
Unsupported	$234,982	$192,336	$243,415
Total Amortization of capital assets	$1,130,778	$1,012,913	$1,128,146
Interest on capital debt			
Supported	$1,403,224	$1,139,656	$1,528,295
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,403,224	$1,139,656	$1,528,295
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$274,173
Total Expenses	$21,190,880	$19,569,521	$20,923,644
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($376,075)	$6	($244,291)
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($376,075)	$6	($244,291)

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3065

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($376,075)	($244,291)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($895,796)	($1,087,537)
Total amortization expense	$1,130,778	$1,128,146
Gains on disposal of capital assets	($7,000)	$0
Losses on sale of capital assets	$0	$274,173
Changes in accrued accounts:		
Accounts receivable	($365,840)	($330,007)
Prepaids and other current assets	$330,526	($102,219)
Payables and accrued liabilities	($1,163,001)	$1,008,240
Deferred revenue	($152,523)	$16,873
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,498,931)	$663,378
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($4,525,548)	($1,444,904)
Equipment	($39,110)	($8,895)
Vehicles	($175,473)	($48,157)
Net proceeds from disposal of capital assets	$7,000	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($4,733,131)	($1,501,956)
C. FINANCING ACTIVITIES		
Capital allocations received	$1,063,745	$842,543
Issue of long term debt	$0	$0
Repayment of long term debt	($877,305)	($899,437)
Add back: supported portion	$877,305	$899,437
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$1,063,745	$842,543
Net sources (uses) of cash equivalents* during year	($5,168,317)	$3,965
Cash Equivalents at the beginning of the year	$5,658,211	$5,654,246
Cash Equivalents at the end of the year	$489,894	$5,658,211

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3065

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$3,047,298	$1,967,312	$68,604	$1,011,382	$268,767	$102,167	$418,994	$0	$0	$0	$116,687	$98,467	$6,300	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$3,047,298	$1,967,312	$68,604	$1,011,382	$268,767	$102,167	$418,994	$0	$0	$0	$116,687	$98,467	$6,300	$0	$0
Surplus(def) of revenue over expenses	($376,075)		($376,075)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$184,886	($86,419)	($98,467)	$0	$0	$0		$0	$0	$0	($98,467)	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,130,778)	$1,130,778												
Amortization of capital allocations		$895,796	($895,796)												
Disposal of unsupported capital assets	$0	$0	($7,000)	$7,000		$0			$0		$0		$7,000		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($51,270)	$51,270	$35,636		$15,635			$0		$0		$0	
Net transfers from operating reserves			$315,356	($315,356)	($68,000)		($247,356)			$0		$0		$0	
Net transfers to capital reserves			($97,577)	$97,577		$97,577			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$2,671,222	$1,917,216	$601	$753,406	$236,403	$199,743	$187,273	$0	$0	$0	$116,687	($0)	$13,300	$0	$0

School Jurisdiction Code: 3065

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$3,924,889	$15,483,197
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$3,924,889	$15,483,197
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$1,007,726	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$56,018	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$877,305
Expended capital allocations - current year		($4,555,245)	$4,555,245
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$895,796
Balance at August 31, 2003		$433,389	$20,019,951

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital Assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	10 to 40 years
Vehicles & Buses	5 to 10 years
Equipment & Furnishings	5 to 10 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Canadian Rockies School Division does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The Expense for this pension plan is equivalent to the annual contributions of $104,731 for the Year ended August 31, 2003. At December 31, 2002, the Local Authorities Pension Plan reported an actuarial deficiency of $444,980,000 (2001 surplus of $634,960,000).

f) Inventories
Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services
Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments
The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

j) Operating and Capital Reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits
The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time

3. ACCOUNTS RECEIVABLE

	2003	2002
Province of Alberta	$ 992,363	$ 867,322
Federal Government	$ 496,032	$ 110,452
Alberta Municipalities	$ 6,493	$ 3,994
Other Alberta School Jurisdictions	$ -	$ -
Other	$ 240,352	$ 387,633
Total	$ 1,735,241	$ 1,369,401

4. BANK INDEBTEDNESS

The jurisdiction has negotiated an operating line of credit in the amount of $3,000,000 (currently limited to $1.5 million) that bears interest at the Canadian Imperial Bank of Commerce (CIBC) prime rate. There was no balance outstanding on the line of credit at August 31, 2003. The CIBC has also made available Letters of Credit in favour of the Town of Banff to a maximum of $200,000 and corporate credit cards to a maximum of $85,000. The credit is secured by a borrowing resolution for $1,500,000 covering all revenue of the jurisdiction.

5. ACCOUNTS PAYABLE AND LIABILITIES

	2003	2002
Province of Alberta	$ 1,019	$ 448,755
Federal Government	$ 2,395	$ -
Alberta Municipalities	$ -	$ 6,289
Other Alberta School Jurisdictions	$ -	$ -
Other Trade Payable and Accrued Liabilities	$ 1,149,725	$ 1,861,096
Total	$ 1,153,139	$ 2,316,140

6. DEFERRED REVENUE

	2003	2002
Technology Integration Funding	$ -	$ -
Block BQRP 2002-03	$ -	$ 209,266
One-time funding 2002-03	$ -	$ 47,931
Other	$ 176,828	$ 72,154
Total	$ 176,828	$ 329,351

7. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction for following areas:

	2003	2002
Scholarship Trusts	$ 80,690	$ 80,487
Total	$ 80,690	$ 80,487

8. LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2003-2004	$ 851,956	$ 965,724	$ 1,817,680
2004-2005	$ 770,282	$ 882,198	$ 1,652,480
2005-2006	$ 722,949	$ 807,184	$ 1,530,133
2006-2007	$ 703,949	$ 736,967	$ 1,440,916
2007-2008	$ 672,914	$ 668,764	$ 1,341,677
2008 to Maturity	$ 6,292,469	$ 3,363,237	$ 9,655,705
Total	$ 10,014,519	$ 7,424,072	$ 17,438,591

b) Capital Leases – Unsupported

There are currently no capital leases held by the jurisdiction.

9. DEFERRED AND UNAMORTIZED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction are deferred until expended on the capital project for which they were received. When expended, these funds are transferred to unamortized capital allocations.

Unamortized capital allocations represent the jurisdiction's net investment in provincially funded capital assets. For provincially funded capital assets funding (including debenture principal payment funding) is deferred and amortized into revenue over the life of the related capital assets. The annual amortization of such assets is charged to expense and offset by corresponding revenue arising from the amortization of capital allocations.

10. COMMITMENTS

a) Building Projects

The jurisdiction is committed to further capital expenditures for the modernization at Banff Community High School of approximately $433,389. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

11. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Canadian Rockies Public Schools' primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

12. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

13. COMPARATIVE FIGURES

The Budget 2003 and Actual 2002 comparative figures have been reclassified where necessary to conform to Actual 2003 presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

School Jurisdiction Code: 3065

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$11,110,787	$476,399	$10,634,387						
(2) Support block	$1,824,788				$1,033,938			$790,850	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$320,287	$11,031	$309,256						
(5) Student Health Initiative (SHI)	$103,464	$0	$103,464						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$616,000	$18,480	$584,399					$13,121	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$13,556	$0	$13,556	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$13,988,881	$505,910	$11,645,062	$0	$1,033,938			$803,971	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$261,583	$0	$0	$261,583					
(13) Operations & Maintenance support	$1,559,568			$1,559,568					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$1,821,151	$0	$0	$1,821,151					
(16) **Alberta Finance**	$1,403,224			$1,403,224	$0			$0	$0
(17) **Other - Government of Alberta**	$23,442	$0	$19,642	$3,800	$0			$0	$0
(18) **Federal Government and/or First Nations**	$2,043,008	$0	$1,597,632	$326,881	$0			$118,494	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$223,342	$3,010	$220,332						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$142,635	$0	$88,752	$0	$53,883			$0	$0
(25) **Investment income**	$17,963	$0	$0	$17,963	$0			$0	$0
(26) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(27) **Rentals of facilities**	$103,953		$0	$103,953	$0			$0	$0
(28) **Net school generated funds**	$144,410		$144,410					$0	
(29) **Gains on disposal of capital assets**	$7,000		$0	$0	$7,000			$0	$0
(30) **Amortization of capital allocations**	$895,796		$0	$895,796	$0				$0
(31) **TOTAL REVENUES**	$20,814,805	$508,920	$13,715,830	$4,572,769	$1,094,821			$922,465	$0
EXPENSES									
(32) **Certificated salaries**	$10,432,954	$313,936	$9,896,728				$222,290	$222,290	$0
(33) **Certificated benefits**	$1,156,659	$39,214	$1,098,499				$18,946	$18,946	$0
(34) **Uncertificated salaries and wages**	$2,885,846	$47,602	$1,322,726	$741,098	$488,233	$62,098	$224,089	$286,187	$0
(35) **Uncertificated benefits**	$632,239	$8,996	$326,781	$153,171	$95,887	$1,979	$45,425	$47,405	$0
(36) **SUB - TOTAL**	$15,107,698	$409,747	$12,644,734	$894,269	$584,120	$64,077	$510,750	$574,827	$0
(37) **Services, contracts & supplies**	$3,404,770	$58,296	$1,259,547	$1,526,218	$233,314	$49,244	$278,151	$327,395	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$144,410		$144,410						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$895,796	$0	$0	$895,796	$0		$0	$0	$0
(41) Unsupported	$234,982	$0	$97,577	$2,864	$134,541	$0	$0	$0	$0
(42) Total Amortization	$1,130,778	$0	$97,577	$898,660	$134,541	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$1,403,224	$0	$0	$1,403,224	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$21,190,880	$468,044	$14,146,267	$4,722,372	$951,975	$113,322	$788,901	$902,223	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($376,075)	$40,877	($430,437)	($149,603)	$142,845			$20,243	$0
Applicable student numbers/FTE equivalent	2,502.0	166	2,419.0	2,496.0	1,522			2,502.0	
AVERAGE PROGRAM COSTS per student	$8,470	$2,820	$5,848	$1,892	$625			$361	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$8,065,307	$621,147	$126,853	$582,704	$314,975	$185,742	$0	$9,896,728
Certificated benefits	$898,988	$55,354	$14,147	$69,924	$37,797	$22,289	$0	$1,098,499
Uncertificated salaries and wages	$337,852	$224,101	$65,875	$54,783	$501,808	$70,345	$67,963	$1,322,726
Uncertificated benefits	$113,086	$50,994	$9,824	$12,052	$110,398	$15,476	$14,952	$326,781
SUB - TOTAL REMUNERATION	$9,415,232	$951,595	$216,699	$719,463	$964,977	$293,852	$82,915	$12,644,734
Services, contracts & supplies	$1,056,414	$62,115	$33,601	$23,892	$36,541	$26,435	$20,549	$1,259,547
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$144,410							$144,410
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$97,577	$0	$0					$97,577
Total Amortization	$97,577	$0	$0					$97,577
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$10,713,633	$1,013,710	$250,299	$743,355	$1,001,518	$320,287	$103,464	$14,146,267
FTE Certificated				9.3	5.0			
FTE Uncertificated				2.5	22.9			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$9,299,833	$1,010,675	$1,850,436	$0	$12,160,944	$10,933,337	$1,227,607
School Admin & Instruction Support Expenses						$1,013,710	($1,013,710)
System Instruction Support Expenses						$250,299	($250,299)
Total Basic Instruction	$9,299,833	$1,010,675	$1,850,436	$0	$12,160,944	$12,197,347	($36,403)
Sub-Programs & Initiatives							
Severely Disabled	$864,071		$0		$864,071	$1,001,518	($137,447)
English as a Second Language	$20,216				$20,216	$22,476	($2,260)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$49,070		$0		$49,070	$53,812	($4,742)
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$90,497				$90,497		$90,497
Growth & Density	$22,557				$22,557		$22,557
Teacher Assistants Program	$43,274				$43,274	$49,852	($6,578)
Early Literacy Initiative (K-2)	$74,901				$74,901	$83,115	($8,214)
Learning Resources Credit & Resources for the Classroom	$12,024	$0	$220,332		$232,356	$378,529	($146,173)
Technology Integration	$92,966		$0		$92,966	$285,963	($192,997)
French Language Program & Francisation (all jurisdictions)	$58,252		$0		$58,252	$62,761	($4,509)
Home Education	$6,726		$0		$6,726	$10,894	($4,168)
Total Sub-Programs & Initiatives	$1,334,554		$220,332		$1,554,886	$1,948,920	($394,034)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$10,634,387	$1,010,675	$2,070,768	$0	$13,715,830	$14,146,267	($430,437)

School Jurisdiction Code: 3065

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$476,399	$10,634,387		$1,033,938	$790,850	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of *$11,110,787* *=* *$222,216* *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 3065

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$11,017,821
Support Block - Transportation	$1,033,938
SUBTOTAL	$12,051,759

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$1,559,568
Teacher Salary Enhancement	$616,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$23,442
Federal government/First Nations	$2,043,008
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$142,635
Interest on investments	$17,963
Rentals of facilities	$103,953
Gains on disposal of capital assets	$7,000
Amortization of capital allocations	$895,796
School generated funds (Schedule E)	$221,015
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$17,682,138**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o\ = 4%	**5.79%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,024,415
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,024,415**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$902,223
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$902,223
Maximum Expense Limit for Board & System Administration (Step 3)	$1,024,415
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$122,192

School Jurisdiction Code: 3065

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$241,150
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$221,015	
Less: SGF - related cost recoveries (Note 3)	$102,511	
- capitalized at the District level (Note 4)	$0	
Net Total	$118,504	
Plus: Donations Received (Note 5)	$6,695	
Equals: Net Additions to SGF		$125,199
Net SGF Available for discretionary spending		$366,349
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$144,410
Unexpended SGF - Closing Balance August 31, 2003		$221,939

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 3065

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$583,786	$0	$0	$0	$157,312	$741,098		$741,098
Uncertificated benefits	$120,714	$0	$0	$0	$32,456	$153,171		$153,171
Sub-total Remuneration	$704,501	$0	$0	$0	$189,768	$894,269		$894,269
Contracted Services	$16,466	$228,752	$0	$247,356	$151,589	$644,163		$644,163
Supplies	$80,451	$5,984	$0	$0	$3,241	$89,676		$89,676
Electricity			$389,652			$389,652		$389,652
Natural Gas/Heating Fuel			$249,115			$249,115		$249,115
Sewer and Water			$52,323			$52,323		$52,323
Telecommunications			$101,290			$101,290		$101,290
Insurance					$0	$0		$0
Amortization of capital assets								
Supported							$895,796	$895,796
Unsupported						$2,864		$2,864
Total Amortization						$2,864	$895,796	$898,660
Interest on capital debt								
Supported							$1,403,224	$1,403,224
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$801,417	$234,736	$792,380	$247,356	$344,598	$2,423,351	$2,299,020	$4,722,372
SQUARE METRES								
School Buildings								34,020.0
Non School Buildings								881.2

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 3065

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Kim Bater	1.0	$9,188	$297	$0	$0	$0	$9,485	$675
Name		$0	$0	$0	$0	$0	$0	$0
Other Board Members:								
Richard Craig	1.0	$11,135	$399	$0	$0	$0	$11,534	$4,171
Judy Eshenko	1.0	$9,167	$291	$0	$0	$0	$9,458	$1,321
Amanda Kelly	1.0	$7,500	$215	$0	$0	$0	$7,715	$702
Shirley Ketterer	1.0	$7,835	$239	$0	$0	$0	$8,074	$1,017
Michael Lloyd	1.0	$8,778	$283	$0	$0	$0	$9,061	$1,565
Sheila Snowsell	1.0	$8,495	$255	$0	$0	$0	$8,750	$690
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal	*7.0*	*$62,098*	*$1,979*	*$0*	*$0*	*$0*	*$64,077*	*$10,141*
Superintendent Brian Callaghan	1.0	$127,629	$13,333	$8,400	$0	$0	$149,362	$12,381
	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer Dave MacKenzie	1.0	$78,907	$13,540	$0	$0	$0	$92,447	$4,893
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	150.0	$10,305,325	$1,143,326	$0	$0	$0	$11,448,651	
Uncertificated Salaries & Wages	86.0	$2,744,841	$616,720	$0	$0	$0	$3,361,561	
TOTALS		$13,318,799	$1,788,898	$8,400	$0	$0	$15,116,098	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 3065

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 6019

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Cape - Centre For Academic and Personal Excellence Institute
Name of School Jurisdiction

830 A Balmoral Street SE, Medicine Hat, Alberta, T1A 0W9
Mailing Address

Telephone: (430) 528-2983 and Fax: (403) 528-3048
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Cape - Centre For Academic and Personal Excellence Institute (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Dr. Allan Gray — Name
"Original Signed By" — Signature

SUPERINTENDENT

Dr. Robert E. Lowery — Name
"Original Signed By" — Signature

SECRETARY TREASURER OR TREASURER

Judy Herring, MBA — Name
"Original Signed By" — Signature

27-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 6019

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Auditor's Report

To the Directors
CAPE - Centre for Academic and Personal Excellence Institute

I have audited the statement of financial position of CAPE - Centre for Academic and Personal Excellence Institute as at August 31, 2003 and the statements of revenues and expenses, cash flows and changes in net assets for the year then ended. These financial statements are the responsibility of the CAPE - Centre for Academic and Personal Excellence Institute's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of CAPE - Centre for Academic and Personal Excellence Institute as at August 31, 2003 and the results of its operations, cash flows and changes in net assets for the year then ended in accordance with Canadian generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purpose of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Original Signed by Larry Braun, CA
CHARTERED ACCOUNTANT

Calgary, Alberta
November 27, 2003

School Jurisdiction Code: 6019

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$6,593	$9,284
Accounts receivable (net after allowances)		$48,683	$26,713
Prepaid expenses		$30,009	$16,863
Other current assets		$595,722	$595,871
Total current assets		$681,007	$648,731
School generated assets		$316	$534
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$69,813		
Less: accumulated amortization	($13,008)	$56,805	$59,865
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$56,805	$59,865
TOTAL ASSETS		$738,128	$709,130
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$60,275	$46,710
Deferred revenue		$9,705	$1,327
Deferred capital allocations		$0	$0
Current portion of all long term debt		$10,072	$3,598
Total current liabilities		$80,052	$51,635
School generated liabilities		$316	$534
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$0	$0
	Less: Current portion of supported debt	$0	$0
Unsupported:	Debentures and Capital Loans	$26,000	$37,000
	Capital Leases	$9,514	$13,112
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($10,072)	($3,598)
Unamortized capital allocations		$0	$0
Total long term liabilities		$25,758	$47,048
TOTAL LIABILITIES		$105,810	$98,683
NET ASSETS			
Unrestricted net assets		$611,027	$466
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$611,027	$466
Investment in capital assets		$21,291	$9,753
Capital Reserves		$0	$600,228
Total Capital Funds		$21,291	$609,981
Total net **assets**		$632,318	$610,447
TOTAL LIABILITIES AND NET ASSETS		$738,128	$709,130

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6019

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$849,812	$775,679	$769,435
Alberta Infrastructure	$230,738	$211,812	$103,667
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$0	$5,000	$11,631
Transportation fees	$0	$0	$0
Other sales and services	$57,685	$0	$33,213
Investment income	$32,556	$45,400	$17,461
Gifts and donations	$17,690	$32,500	$27,067
Rentals of facilities	$0	$0	$0
Net school generated funds	$0	$37,000	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$1,188,481	$1,107,391	$962,474
EXPENSES			
Certificated salaries	$537,361	$500,649	$469,142
Certificated benefits	$67,784	$67,932	$58,670
Uncertificated salaries and wages	$171,794	$129,018	$150,892
Uncertificated benefits	$18,711	$17,457	$18,004
Services, contracts and supplies	$365,500	$351,299	$257,488
Net school generated funds	$0	$37,000	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$3,060	$1,270	$3,060
Total Amortization of capital assets	$3,060	$1,270	$3,060
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$1,544	$2,566	$1,964
Total Interest on capital debt	$1,544	$2,566	$1,964
Other interest charges	$856	$200	$413
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$1,166,610	$1,107,391	$959,633
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$21,871	$0	$2,841
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$21,871	$0	$2,841

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6019

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$21,871	$2,841
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$3,060	$3,060
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($21,970)	($20,114)
Prepaids and other current assets	($12,997)	($602,625)
Payables and accrued liabilities	$13,565	($16,554)
Deferred revenue	$8,378	($4,190)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$11,907	($637,582)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	($39,255)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$0	($39,255)
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$37,000
Repayment of long term debt	($14,598)	($3,178)
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	($14,598)	$33,822
Net sources (uses) of cash equivalents* during year	($2,691)	($643,015)
Cash Equivalents at the beginning of the year	$9,284	$652,299
Cash Equivalents at the end of the year	$6,593	$9,284

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 6019

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 15)	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$610,447	$9,753	$466	$600,228	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$600,228
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$610,447	$9,753	$466	$600,228	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$600,228
Surplus(def) of revenue over expenses	$21,871		$21,871												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$0	$0	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($3,060)	$3,060												
Amortization of capital allocations		$0	$0												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$14,598	($14,598)												
Net transfers to operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$600,228	($600,228)		$0			$0		$0		$0		($600,228)
Balance at August 31, 2003	$632,318	$21,291	$611,027	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 6019

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$0	$0
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2003		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

1. Authority and purpose

CAPE - Centre for Academic and Personal Excellence Institute ("school"/"charter school") was incorporated in Alberta on July 15, 1994, and operated as a private school for the year ended August 31, 1995. The school received charter status for the year commencing September 1, 1995. The charter school delivers education programs under the authority of the Province Of Alberta School Act. The charter school receives block allocations for Instruction and Support purposes under the Charter School Regulation of the School Act. The Regulation limits funding and expenses for administration. It permits the charter school within specified limits, to reallocate funding between the instruction and support blocks. The organization is a registered charity and is exempt from income taxes under Section 149.1 of the Income Tax Act.

2. Accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles with significant accounting policies being as follows:

(a) Revenue Recognition

The charter school follows the deferral method of accounting for contributions whereby revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted donations are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Donations in-kind, in respect to goods, are recorded at fair market value when reasonably determinable.

(b) Capital assets

In accordance with Alberta Learning capitalization policy guidelines, capital assets, including assets acquired under capital leases, with a cost in excess of $5,000 are recorded at cost and amortized commencing in the year following acquisition over their estimated useful lives on a straight line basis at the following rate:

Equipment	10%

(c) Contributed Services

Volunteers assist the charter school in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

(d) Investments

Investments are recorded at cost. Gains and losses on investments are recognized when an investment is sold or when there is an other than temporary impairment in the value of an investment. The amount held in investments is intended to be held for a period greater than one year, hence, the asset has been recorded as a long term investment.

(d) Pension Fund Contributions

The current service and past service costs of the Alberta Teachers Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension act, CAPE - Centre for Academic and Personal Excellence Institute does not make pension contributions for certified staff.

3. Transfer from restricted net assets to unrestricted net assets

During the year, the charter school was advised by Alberta Learning that the proceeds from the disposal of land and building of a prior year could be used for unrestricted purposes. Consequently, $600,228 of restricted net assets have been transferred to unrestricted net assets on the statement of changes in net assets.

4. Equipment

	2003	2002
Equipment consists of:		
Operating equipment	$ 48,423	$ 48,423
Equipment under capital lease	21,390	21,390
	$ 69,813	$ 69,813

5. Long-term debt

	2003	2002
Loan payable, unsecured, non-interest bearing with no set terms of repayment	$ 26,000	$ 37,000
Less current portion	6,000	
	$ 20,000	$ 37,000

6. Commitments

(a) Lease for Premises

The charter school is committed to leasing its premises from September 1, 2002 to August 31, 2003 based upon the amounts set forth annually in the Alberta Infrastructure Funding manual for the year in which rent is to be paid. The annual lease payment for 2002/2003 is $112,959, plus an additional $4,518 administration payment and a plant operation and maintenance payment of $88,638. In return, the charter school will receive funding from Alberta Infrastructure equal to the amounts as indicated above. Plant operation and maintenance expenses which exceed the funding received will be the responsibility of the school.

(b) Equipment Lease

The charter school entered into a lease for equipment to October, 2006.

Payments required under this lease agreement are as follows:

2004	$ 5,029
2005	5,029
2006	838
Total minimum lease payments	10,896
Less: amount representing interest at 12.45%	1,382
Balance of obligation	9,514
Less current portion	4,072
	$ 5,442

(c) Computer Equipment Operating Lease

The charter school entered into a three year computer equipment operating lease, with annual payments of $23,236.

8. Budget

The budget was prepared by the charter school's management. It is presented for information purposes only and has not been audited.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

School Jurisdiction Code: 6019

REVENUES	TOTAL	Early Childhood Services	Total instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$752,382	$0	$752,382						
(2) Support block	$51,144				$0			$51,144	
(3) Instruction & support block reallocations	$0	$0	$3,000		$0			($3,000)	$0
(4) Alberta Initiative for School Improvement (AISI)	$17,424	$0	$17,424						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$28,000	$0	$28,000					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$862	$0	$862	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$849,812	$0	$801,668	$0	$0			$48,144	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$0	$0	$0	$0					
(13) Operations & Maintenance support	$230,738			$230,738					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$230,738	$0	$0	$230,738					
(16) **Alberta Finance**	$0			$0	$0			$0	$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$0	$0	$0						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$57,685	$0	$57,685	$0	$0			$0	$0
(25) **Investment income**	$32,556	$0	$32,556	$0	$0			$0	$0
(26) **Gifts and donations**	$17,690	$0	$17,690	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$0		$0					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$1,188,481	$0	$909,599	$230,738	$0			$48,144	$0
EXPENSES									
(32) **Certificated salaries**	$537,361	$0	$537,361				$0	$0	$0
(33) **Certificated benefits**	$67,784	$0	$67,784				$0	$0	$0
(34) **Uncertificated salaries and wages**	$171,794	$0	$139,907	$0	$0	$0	$31,887	$31,887	$0
(35) **Uncertificated benefits**	$18,711	$0	$18,711	$0	$0	$0	$0	$0	$0
(36) **SUB - TOTAL**	$795,650	$0	$763,763	$0	$0	$0	$31,887	$31,887	$0
(37) **Services, contracts & supplies**	$365,500	$0	$145,532	$219,968	$0	$0	$0	$0	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$0		$0						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$3,060	$0	$0	$3,060	$0	$0	$0	$0	$0
(42) Total Amortization	$3,060	$0	$0	$3,060	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$1,544	$0	$0	$1,544	$0	$0	$0	$0	$0
(45) Other interest charges	$856	$0	$0	$856	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$1,166,610	$0	$909,295	$225,428	$0	$0	$31,887	$31,887	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$21,871	$0	$304	$5,310	$0			$16,257	$0
Applicable student numbers/FTE equivalent	160.0	0	160.0	160.0	0			160.0	
AVERAGE PROGRAM COSTS per student	$7,291	$0	$5,683	$1,409	$0			$199	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$256,431	$24,500	$0	$253,230	$3,200	$0	$0	$537,361
Certificated benefits	$32,470	$2,844	$0	$31,459	$1,011	$0	$0	$67,784
Uncertificated salaries and wages	$14,931	$40,365	$0	$66,371	$18,240	$0	$0	$139,907
Uncertificated benefits	$1,941	$5,771	$0	$9,806	$1,193	$0	$0	$18,711
SUB - TOTAL REMUNERATION	$305,773	$73,480	$0	$360,866	$23,644	$0	$0	$763,763
Services, contracts & supplies	$27,280	$73,711	$0	$26,326	$955	$17,260	$0	$145,532
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$0							$0
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$333,053	$147,191	$0	$387,192	$24,599	$17,260	$0	$909,295
FTE Certificated				12.5	0.6			
FTE Uncertificated				8.0	1.4			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$698,368	$46,286	$107,931	$3,000	$855,585	$710,465	$145,120
School Admin & Instruction Support Expenses						$147,191	($147,191)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$698,368	$46,286	$107,931	$3,000	$855,585	$857,656	($2,071)
Sub-Programs & Initiatives							
Severely Disabled	$24,599		$0		$24,599	$24,599	$0
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$2,375				$2,375		$2,375
Teacher Assistants Program	$4,665				$4,665	$4,665	$0
Early Literacy Initiative (K-2)	$7,480				$7,480	$7,480	$0
Learning Resources Credit & Resources for the Classroom	$7,788	$0	$0		$7,788	$7,788	$0
Technology Integration	$6,880		$0		$6,880	$6,880	$0
French Language Program & Francisation (all jurisdictions)	$227		$0		$227	$227	$0
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$54,014		$0		$54,014	$51,639	$2,375
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$752,382	$46,286	$107,931	$3,000	$909,599	$909,295	$304

School Jurisdiction Code: 6019

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$0	$752,382		$0	$51,144	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of **$752,382** = **$15,048** **$0**						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$3,000			($3,000)	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$3,000		$0	($3,000)	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 6019

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$745,502
Support Block - Transportation	$0
SUBTOTAL	$745,502

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$230,738
Teacher Salary Enhancement	$28,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$57,685
Interest on investments	$32,556
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$7,144
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$1,101,625**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and ov = 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$66,098
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	50,000	$66,098
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$66,098**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$31,887
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$31,887
Maximum Expense Limit for Board & System Administration (Step 3)	$66,098
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$34,211

School Jurisdiction Code: 6019

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$534
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$7,144	
Less: SGF - related cost recoveries (Note 3)	$7,362	
- capitalized at the District level (Note 4)	$0	
Net Total	($218)	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		($218)
Net SGF Available for discretionary spending		$316
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$0
Unexpended SGF - Closing Balance August 31, 2003		$316

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 6019

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$0	$204,071	$0	$0	$0	$204,071		$204,071
Supplies	$0	$0	$0	$0	$0	$0		$0
Electricity			$0			$0		$0
Natural Gas/Heating Fuel			$0			$0		$0
Sewer and Water			$0			$0		$0
Telecommunications			$0			$0		$0
Insurance					$15,897	$15,897		$15,897
Amortization of capital assets								
Supported							$0	$0
Unsupported						$3,060		$3,060
Total Amortization						$3,060	$0	$3,060
Interest on capital debt								
Supported							$0	$0
Unsupported						$1,544		$1,544
Other interest charges						$856		$856
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$0	$204,071	$0	$0	$15,897	$225,428	$0	$225,428
SQUARE METRES								
School Buildings								2,053.6
Non School Buildings								0.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQHP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 6019

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Dr. Allan Gray	1.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Teresa Di Ninno	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Dr. Vincent Di Ninno	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Stu Hickey	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Ray Gilmour	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Dr Bill Kournikakis	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Carol Ann McCannell	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Warren Malinowski	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Mike McKee	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Jennifer Herrell	1.0	$0	$0	$0	$0	$0	$0	$0
Name	Shirley Bell	1.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*11.0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*	*$0*
Superintendent	Dr. Robert Lowery	1.0	$22,332	$0	$0	$0	$0	$22,332	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Carol Ann McCannell	1.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Judy Herring	1.0	$9,555	$0	$0	$0	$0	$9,555	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		13.1	$537,361	$67,784	$0	$0	$0	$605,145	
Uncertificated Salaries & Wages		9.4	$171,794	$18,711	$0	$0	$0	$190,505	
TOTALS			**$741,042**	**$86,495**	**$0**	**$0**	**$0**	**$827,537**	

Note: Please refer to completion information on page 15.

1 Dr. Robert Lowery is hired on a contract basis at $100.00 /hour including GST plus reimbursement of Hotel and Sustenance expenses. There is also $0.40 per km travelled for work relating to CAPE - Centre For Academic and Personal Excellence

School Jurisdiction Code: 6019

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 0053

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Chinook's Edge School Division No. 73
Name of School Jurisdiction

4904-50 Street, Innisfail, Alberta, T4G 1W4
Mailing Address

Phone (403) 227-7070 Fax (403) 227-3652
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules (The Chinook's Edge School Division No. 73
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Roy Brassard	"Original Signed By"
Name	Signature

SUPERINTENDENT

Mr. James Gibbons	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER

Mrs. Susan Roy, CGA	"Original Signed By"
Name	Signature

November 26, 2003
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jerry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 0053

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EPR
EVANCIC PERRAULT ROBERTSON
CERTIFIED GENERAL ACCOUNTANTS

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* Denotes
Professional Corporation

AUDITORS' REPORT

To the Board of Trustees
Chinook's Edge School Division #73

We have audited the statement of financial position of Chinook's Edge School Division #73 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Evancic Perrault Robertson

EVANCIC PERRAULT ROBERTSON
CERTIFIED GENERAL ACCOUNTANTS

November 17, 2003
Innisfail, Alberta

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Affiliated Offices Worldwide
Web Site http://eprca

School Jurisdiction Code: 0053

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$10,432,426	$19,677,654
Accounts receivable (net after allowances)		$3,068,059	$3,757,835
Prepaid expenses		$1,139,752	$1,158,480
Other current assets		$1,382	$2,095
Total current assets		$14,641,619	$24,596,064
School generated assets		$925,909	$798,473
Trust assets		$285,106	$245,131
Long term accounts receivable		$0	$0
Capital assets			
Land		$2,679,221	$2,679,221
Buildings	$102,431,776		
Less: accumulated amortization	($40,359,487)	$62,072,289	$57,197,080
Equipment	$4,583,687		
Less: accumulated amortization	($2,858,513)	$1,725,174	$1,700,106
Vehicles	$7,358,929		
Less: accumulated amortization	($3,028,507)	$4,330,422	$3,727,217
Total capital assets		$70,807,106	$65,303,624
TOTAL ASSETS		$86,659,740	$90,943,292
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$3,249,237	$2,884,222
Deferred revenue		$1,385,200	$2,900,618
Deferred capital allocations		$5,076,252	$11,757,684
Current portion of all long term debt		$935,894	$1,149,734
Total current liabilities		$10,646,584	$18,692,258
School generated liabilities		$925,909	$798,473
Trust liabilities		$285,106	$245,131
Employee future benefits liability		$128,471	$82,767
Long term debt			
Supported: Debentures and other supported debt		$7,694,644	$8,844,378
Less: Current portion of supported debt		($935,894)	($1,149,734)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$51,734,821	$45,390,399
Total long term liabilities		$59,833,057	$54,211,414
TOTAL LIABILITIES		$70,479,641	$72,903,672
NET ASSETS			
Unrestricted net assets		$1,278,265	$1,408,264
Operating Reserves		$2,576,997	$4,112,533
Accumulated Operating Surplus (Deficit)		$3,855,262	$5,520,797
Investment in capital assets		$11,377,642	$11,068,848
Capital Reserves		$947,195	$1,449,975
Total Capital Funds		$12,324,837	$12,518,823
Total net assets		$16,180,099	$18,039,620
TOTAL LIABILITIES AND NET ASSETS		$86,659,740	$90,943,292

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 0053

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$64,504,117	$63,745,864	$63,786,251
Alberta Infrastructure	$8,514,862	$8,476,635	$3,620,746
Alberta Finance	$772,654	$950,000	$890,779
Other Government of Alberta	$328,149	$276,300	$289,205
Federal Government and/or First Nations	$170,806	$142,366	$127,999
Other Alberta school authorities	$1,539	$0	$3,718
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$243,691	$237,182	$206,019
Instruction resource fees	$884,467	$794,760	$913,636
Transportation fees	$4,050	$0	$0
Other sales and services	$181,495	$26,400	$266,451
Investment income	$362,661	$166,134	$365,486
Gifts and donations	$63,184	$17,600	$158,279
Rentals of facilities	$26,488	$14,950	$37,794
Net school generated funds	$811,378	$900,000	$753,444
Gains on disposal of capital assets	$23,346	$6,000	$13,363
Amortization of capital allocations	$2,437,431	$2,208,370	$2,461,639
Total Revenues	$79,330,317	$77,962,561	$73,894,809
EXPENSES			
Certificated salaries	$41,047,077	$41,146,397	$36,331,893
Certificated benefits	$4,400,997	$4,158,300	$3,943,401
Uncertificated salaries and wages	$13,443,248	$13,417,952	$13,001,653
Uncertificated benefits	$2,487,203	$2,469,893	$2,345,249
Services, contracts and supplies	$14,615,578	$14,469,205	$13,396,722
Net school generated funds	$811,378	$900,000	$753,444
Capital and debt services			
Amortization of capital assets			
Supported	$2,437,431	$2,208,370	$2,461,639
Unsupported	$1,196,018	$710,957	$1,018,922
Total Amortization of capital assets	$3,633,449	$2,919,327	$3,480,561
Interest on capital debt			
Supported	$772,654	$950,000	$890,779
Unsupported	$0	$0	$0
Total interest on capital debt	$772,654	$950,000	$890,779
Other interest charges	$1,678	$95	$1,232
Losses on disposal of capital assets	$0	$0	$36,116
Total Expenses	$81,213,262	$80,431,169	$74,181,050
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($1,882,945)	($2,468,608)	($286,241)
Block BQRP revenue used for capital purposes		$0	$0
Block MOD revenue used for capital purposes	$11,841	$0	$260,078
1999 One-time grant revenue used for capital purposes	$0	$0	$360,000
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($1,871,104)	($2,468,608)	$333,837

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 0053

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($1,871,104)	$333,837
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,437,431)	($2,461,639)
Total amortization expense	$3,633,449	$3,480,561
Gains on disposal of capital assets	($23,346)	($13,363)
Losses on sale of capital assets	$0	$36,116
Changes in accrued accounts:		
Accounts receivable	$689,776	$476,317
Prepaids and other current assets	$19,441	($12,008)
Payables and accrued liabilities	$365,015	($2,990,460)
Deferred revenue	($1,515,418)	($14,388)
Employee future benefit expense (recovery)	$45,704	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,093,913)	($1,165,027)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($7,484,211)	($2,533,764)
Equipment	($481,669)	($892,126)
Vehicles	($1,251,479)	($676,468)
Net proceeds from disposal of capital assets	$103,774	$20,954
Other (describe) Private ECS Amalgamation	$11,583	$72,690
Total sources (uses) of cash from Investing activities	($9,102,002)	($4,008,714)
C. FINANCING ACTIVITIES		
Capital allocations received	$950,687	$6,841,953
Issue of long term debt	$0	$0
Repayment of long term debt	($1,149,734)	($1,380,045)
Add back: supported portion	$1,149,734	$1,380,045
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$950,687	$6,841,953
Net sources (uses) of cash equivalents* during year	($9,245,228)	$1,668,212
Cash Equivalents at the beginning of the year	$19,677,654	$18,009,442
Cash Equivalents at the end of the year	$10,432,426	$19,677,654

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.
Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

School Jurisdiction Code: 0053

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$18,039,620	$11,068,848	$1,408,264	$5,562,508	$3,468,645	$400,000	$209,926		$111,978	$8,891	$103,097	$424,851	$834,900	$220	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$18,039,620	$11,068,848	$1,408,264	$5,562,508	$3,468,645	$400,000	$209,926	$0	$111,978	$8,891	$103,097	$424,851	$834,900	$220	$0
Surplus(def) of revenue over expenses	($1,871,104)		($1,871,104)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$11,841	($11,841)												
Board funded capital transactions		$1,573,399	$0	($1,573,399)	$0	($255,125)	$0		($49,271)	$0	($100,786)	$0	($1,168,217)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($3,633,449)	$3,633,449												
Amortization of capital allocations		$2,437,431	($2,437,431)												
Disposal of unsupported capital assets	$11,583	($80,428)	$11,583	$80,428		$12,828			$0		$0		$67,600		$0
Disposal of supported capital assets		$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($141,583)	$141,583	$61,583		$80,000			$0				$0	
Net transfers from operating reserves			$1,677,119	($1,677,119)	($1,339,511)		($281,864)			($18,139)		($37,385)		($220)	
Net transfers to capital reserves			($990,191)	$990,191		$142,297			$51,971				$795,923		$0
Net transfers from capital reserves			$0	$0					$0		$0		$0		$0
Balance at August 31, 2003	$16,180,099	$11,377,642	$1,278,265	$3,524,192	$2,190,717	$300,000	$8,062	$0	$114,678	($9,248)	$2,311	$387,466	$530,206	$0	$0

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School Jurisdiction Code: 0053

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$11,757,684	$45,390,399
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$11,757,684	$45,390,399
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$697,229	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$15,019	
Interest earned on provincial government capital allocations		$228,101	
Other capital grants and donations		$10,338	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,149,734
Expended capital allocations - current year		($7,632,119)	$7,632,119
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$2,437,431
Balance at August 31, 2003		$5,076,252	$51,734,821

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

CHINOOK'S EDGE SCHOOL DIVISION NO. 73
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2003

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1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the *School Act*, Chapter S-3.1, Statutes of Alberta, January 1, 2002.

The Division receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition
Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

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b) Capital Assets

Capital Assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 10%
Vehicles & Buses	10% and 20%
Equipment & Furnishings	10% and 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset. No amortization is recorded in the year that an asset is acquired.

Beginning with the August 31, 2002 year-end computer labs with a cost of $5,000 or more are now being capitalized. This change has not been applied back to prior years.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by the contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Chinook's Edge School Division No. 73 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $385,206 for the year ended August 31, 2003. As at December 31, 2002, the Local Authorities Pension Plan reported an actuarial deficiency of $673 million (2001 surplus of $447 million).

f) Inventories

Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services
Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments
The Division's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

j) Operating and Capital Reserves
Reserves are established at the discretion of the Board of Trustees of the Division or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits
The Division accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. The financial impact on the Division for the 2002/2003 school year was an accrual of $128,471 (2001/2002 $82,767).

3. ACCOUNTS RECEIVABLE

	2003	2002
Province of Alberta	$1,543,257	$2,335,618
Federal Government	1,116,602	877,590
Alberta Municipalities	35,287	41,992
Other Alberta School Jurisdictions	36,212	41,868
Other	336,702	460,767
Total	$3,068,060	$3,757,835

4. BANK INDEBTEDNESS

The Division has an authorized line of credit in the amount of $5,000,000 that bears interest at the Community Savings prime rate less .25% and is secured by a general security agreement. There was no balance outstanding on the line of credit at August 31, 2003 (2002 - $nil). Bank indebtedness is monitored throughout the year to ensure compliance with Section 183(1) of the School Act. This Section requires that total borrowing cannot exceed total receivables.

	2003	2002
Accounts Receivable	$3,068,060	$3,757,835
Less: Bank Indebtedness	0	0
Allowable Bank Indebtedness	**$3,068,060**	**$3,757,835**

5. ACCOUNTS PAYABLE AND LIABILITIES

	2003	2002
Province of Alberta	$374,855	$431,111
Federal Government	4,373	4,252
Alberta Municipalities	0	0
Other Alberta School Jurisdictions	0	0
Other Trade Payables and Accrued Liabilities	2,998,480	2,531,626
Total	$3,377,708	$2,966,989

6. DEFERRED REVENUE

	2003	2002
Family Wellness Program Funding	$24,063	$46,172
2002-2003 One time Equivalent to 3% increase in grants	0	217,602
Alberta Initiative for School Improvement	177,714	262,278
Block BQRP Funding	512,269	1,816,118
Block Modernization Funding	577,201	459,154
Health Initiative Funding	0	62,412
2003 Budget One Time Grant for Transportation	81,400	0
Other	12,553	36,882
Total	$1,385,200	$2,900,618

7. TRUST ASSETS AND LIABILITIES

	2003	2002
Scholarship Trusts	$236,967	$214,790
ECS Casino Funds - received on amalgamation	17,049	16,282
DARE	9,568	10,306
Insurance Proceeds	17,592	0
Habitat Renewal	3,930	3,753
Total	$285,106	$245,131

8. LONG TERM DEBT

Debenture Debt - Supported

The debenture debt bears interest at rates varying between 7.375% and 12.0%. The debenture debt is fully supported by Alberta Finance. The current portion of the long-term consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	2003	2002
Principal balance with interest rates ranging from 7.375% to 12.0%.	$7,694,644	$8,844,378
Less: Current portion	935,894	1,149,734
	$6,758,750	$7,649,644

Principal repayments are estimated as follows:

2004	$935,894
2005	871,179
2006	803,815
2007	794,861
2008	783,728
	4,189,477
Due after five years	3,505,167
	$7,694,644

Capital Leases - Unsupported

There are no capital leases currently held by the jurisdiction.

9. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital assets that are allocation funded.

10. UNAMORTIZIED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA accounts, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation accounts also increase the balance in the UCA account.

11. COMMITMENTS

Building Projects

The jurisdiction is committed to further capital expenditures for Innisfail Middle School of approximately $25,000 and for the modernization of Ross Ford Elementary School of approximately $2,500,000. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

Premise Lease

The Division has entered into various premise lease agreements with estimated annual payments as follows:

2004	$81,449
2005	36,197
2006	36,612
2007	37,016
2008	12,962

12. ECONOMIC DEPENDANCE ON RELATED THIRD PARTY

Chinook's Edge School Division No. 73's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

13. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees It is presented for information purposes only and has not been audited.

14. AMALGAMATION OF PRIVATE ECS

On September 1, 2002 the Reed Ranch ECS joined Chinook's Edge School Division No. 73. Chinook's Edge School Division No. 73 assumed all assets and liabilities of Reed Ranch ECS as of September 1, 2002. The Division received net assets of $11,583.

15. COMPARATIVE FIGURES

The Budget 2003 and Actual 2002 comparative figures have been reclassified where necessary to conform to Actual 2003 presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

School Jurisdiction Code: 0053

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$52,463,493	$2,651,439	$49,812,054						
(2) Support block	$7,637,582				$5,105,691			$2,531,891	
(3) Instruction & support block reallocations	$0	$0	$17,421		$3,877			($21,298)	$0
(4) Alberta Initiative for School Improvement (AISI)	$1,443,521	$0	$1,443,521						
(5) Student Health Initiative (SHI)	$394,186	$0	$394,186						$0
(6) Supernet Access	$4,539		$4,539					$0	
(7) Teacher Salary Enhancement (TSE)	$2,351,000	$71,073	$2,253,009					$26,918	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$209,796	$0	$204,802	$4,994	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$64,504,117	$2,722,512	$54,129,531	$4,994	$5,109,568			$2,537,512	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$1,546,091		$242,241	$1,303,850					
(13) Operations & Maintenance support	$6,399,239			$6,399,239					
(14) Operations & Maintenance support (One-Time)	$569,532			$569,532					
(15) **Total Alberta Infrastructure Revenue**	$8,514,862	$0	$242,241	$8,272,621					
(16) **Alberta Finance**	$772,654			$772,654	$0			$0	$0
(17) **Other - Government of Alberta**	$328,149	$2,345	$17,020	$8,484	$0			$0	$300,300
(18) **Federal Government and/or First Nations**	$170,806	$997	$8,557	$1,343	$0			$0	$159,908
(19) **Other Alberta school authorities**	$1,539	$0	$1,539	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$243,601	$0	$9,500	$0	$0			$0	$234,101
(22) **Instruction resource fees**	$884,467	$20,656	$863,811						
(23) **Transportation fees**	$4,050				$4,050				
(24) **Other sales and services**	$181,495	$0	$82,595	$0	$98,900			$0	$0
(25) **Investment income**	$362,661	$0	$57,213	$74,101	$0			$32,685	$198,662
(26) **Gifts and donations**	$63,184	$0	$63,184	$0	$0				$0
(27) **Rentals of facilities**	$26,488		$22,377	$4,111	$0			$0	$0
(28) **Net school generated funds**	$811,378		$811,378					$0	
(29) **Gains on disposal of capital assets**	$23,348		$4,213	$3,181	$15,953			$0	$0
(30) **Amortization of capital allocations**	$2,437,431		$40,967	$2,386,017	$10,447				$0
(31) **TOTAL REVENUES**	$79,330,317	$2,746,510	$56,354,126	$11,527,506	$5,238,918			$2,570,197	$893,061
EXPENSES									
(32) **Certificated salaries**	$41,047,077	$1,455,712	$39,156,953				$424,388	$424,388	$10,024
(33) **Certificated benefits**	$4,400,997	$163,939	$4,183,532				$52,476	$52,476	$1,049
(34) **Uncertificated salaries and wages**	$13,443,248	$689,114	$6,397,703	$3,177,897	$1,506,849	$101,585	$946,871	$1,048,456	$623,229
(35) **Uncertificated benefits**	$2,487,203	$101,285	$1,222,114	$653,626	$209,920	$21,316	$187,502	$208,818	$91,440
(36) **SUB - TOTAL**	$61,378,525	$2,410,051	$50,960,301	$3,831,522	$1,716,769	$122,901	$1,611,237	$1,734,139	$725,742
(37) **Services, contracts & supplies**	$14,615,578	$264,233	$5,810,884	$4,767,206	$2,753,164	$211,196	$641,576	$852,772	$167,319
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$811,378		$811,378						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$2,437,431	$0	$40,967	$2,386,017	$10,447		$0	$0	$0
(41) Unsupported	$1,196,018	$3,790	$391,727	$227,481	$498,687	$0	$74,333	$74,333	$0
(42) Total Amortization	$3,633,449	$3,790	$432,694	$2,613,498	$509,134	$0	$74,333	$74,333	$0
Interest on capital debt									
(43) Supported	$772,654	$0	$0	$772,654	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$1,678	$0	$254	$0	$0		$1,424	$1,424	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$81,213,262	$2,678,074	$58,015,511	$11,984,880	$4,979,067	$334,098	$2,328,570	$2,662,668	$893,061
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($1,882,945)	$68,436	($1,661,386)	($457,374)	$259,851			($92,471)	($0)
Applicable student numbers/FTE equivalent	10,840.3	783	10,066.3	10,847.6	5,840			10,849.3	
AVERAGE PROGRAM COSTS per student	$7,492	$3,420	$5,763	$1,105	$853			$245	

School Jurisdiction Code: 0053

SCHEDULE B1 to the AFS

INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$33,747,914	$2,087,484	$0	$1,794,649	$747,609	$769,272	$10,024	$39,156,953
Certificated benefits	$3,597,948	$228,746	$0	$196,859	$81,992	$76,938	$1,049	$4,183,532
Uncertificated salaries and wages	$1,472,799	$1,742,648	$0	$886,257	$1,932,221	$203,124	$160,654	$6,397,703
Uncertificated benefits	$277,323	$392,929	$0	$157,512	$327,966	$34,735	$31,650	$1,222,114
SUB - TOTAL REMUNERATION	$39,095,984	$4,451,807	$0	$3,035,276	$3,089,788	$1,084,069	$203,377	$50,960,301
Services, contracts & supplies	$4,081,569	$507,614	$21,753	$46,347	$572,152	$390,640	$190,809	$5,810,884
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$811,378							$811,378
Amortization of capital assets								
Supported	$40,967	$0	$0					$40,967
Unsupported	$292,596	$99,132	$0					$391,727
Total Amortization	$333,563	$99,132	$0					$432,694
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$254						$254
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$44,322,493	$5,058,807	$21,753	$3,081,623	$3,661,941	$1,474,709	$394,186	$58,015,511
FTE Certificated				29.0	12.1			
FTE Uncertificated				46.1	100.6			

SCHEDULE B2 to the AFS

INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$44,761,950	$4,300,056	$1,360,784	$17,421	$50,440,211	$45,968,468	$4,471,743
School Admin & Instruction Support Expenses						$5,058,807	($5,058,807)
System Instruction Support Expenses						$21,753	($21,753)
Total Basic Instruction	$44,761,950	$4,300,056	$1,360,784	$17,421	$50,440,211	$51,049,028	($608,817)
Sub-Programs & Initiatives							
Severely Disabled	$3,036,240		$0		$3,036,240	$3,661,941	($625,701)
English as a Second Language	$64,178				$64,178	$64,178	($0)
Enhanced Opportunities	$36,000				$36,000	$36,000	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$460,791				$460,791		$460,791
Growth & Density	$72,918				$72,918		$72,918
Teacher Assistants Program	$210,298				$210,298	$363,646	($153,348)
Early Literacy Initiative (K-2)	$380,442				$380,442	$469,705	($89,263)
Learning Resources Credit & Resources for the Classroom	$314,653	$0	$863,811		$1,178,463	$1,707,746	($529,283)
Technology Integration	$439,890		$0		$439,890	$621,086	($181,196)
French Language Program & Francisation (all jurisdictions)	$19,000		$0		$19,000	$19,000	$0
Home Education	$15,694		$0		$15,694	$23,181	($7,487)
Total Sub-Programs & Initiatives	$5,050,104		$863,811		$5,913,915	$6,966,483	($1,052,569)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$49,812,054	$4,300,056	$2,224,595	$17,421	$56,354,126	$58,015,511	($1,661,386)

School Jurisdiction Code: 0053

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$2,651,439	$49,812,054		$5,105,691	$2,531,891	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		($3,877)		$3,877		
Calculation: 2% of *$52,463,493* = *$1,049,270* *($3,877)*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$21,298			($21,298)	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$17,421		$3,877	($21,298)	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 0053

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$52,023,603
Support Block - Transportation	$5,105,691
SUBTOTAL	$57,129,294

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$6,399,239
Teacher Salary Enhancement	$2,351,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$328,149
Federal government/First Nations	$170,806
Other Alberta school authorities	$1,539
Out of province local authorities	$0
Alberta municipalities	$243,691
Other sales and services	$181,495
Interest on investments	$362,661
Rentals of facilities	$26,488
Gains on disposal of capital assets	$23,346
Amortization of capital allocations	$2,437,431
School generated funds (Schedule E)	$2,665,310
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$72,320,450**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grade -12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary i tal FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)	$2,892,818

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$2,892,818**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$2,662,668
PLUS: transfers to Restricted - Operating (Board/System Administration)	
LESS: transfers from Restricted - Operating (Board/System Administration)	-$18,139
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,644,529
Maximum Expense Limit for Board & System Administration (Step 3)	$2,892,818
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$248,289

School Jurisdiction Code: 0053

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1)		$798,473
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$2,665,310	
Less: SGF - related cost recoveries (Note 3)	$1,857,361	
- capitalized at the District level (Note 4)	$0	
Net Total	$807,949	
Plus: Donations Received (Note 5)	$130,865	
Equals: Net Additions to SGF		$938,814
Net SGF Available for discretionary spending		$1,737,287
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$811,378
Unexpended SGF - Closing Balance August 31, 2003		$925,909

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 0053

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$2,282,366	$561,980	$0	$55,063	$278,487	$3,177,897		$3,177,897
Uncertificated benefits	$475,184	$114,433	$0	$11,141	$52,868	$653,626		$653,626
Sub-total Remuneration	$2,757,550	$676,414	$0	$66,204	$331,355	$3,831,522		$3,831,522
Contracted Services	$30,642	$161,078	$0	$0	$37,691	$229,411		$229,411
Supplies	$314,650	$547,766	$0	$1,279,133	$23,135	$2,164,684		$2,164,684
Electricity			$1,267,587			$1,267,587		$1,267,587
Natural Gas/Heating Fuel			$825,421			$825,421		$825,421
Sewer and Water			$138,236			$138,236		$138,236
Telecommunications			$24,735			$24,735		$24,735
Insurance					$117,131	$117,131		$117,131
Amortization of capital assets								
Supported							$2,386,017	$2,386,017
Unsupported						$227,481		$227,481
Total Amortization						$227,481	$2,386,017	$2,613,498
Interest on capital debt								
Supported							$772,654	$772,654
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$3,102,841	$1,385,258	$2,255,979	$1,345,337	$509,312	$8,826,209	$3,158,671	$11,984,880
SQUARE METRES								
School Buildings								123,229.0
Non School Buildings								2,499.1

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety staindards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 0053

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Brassard, Roy	1.0	$13,773	$828	$0	$0	$0	$14,601	$12,302
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Archibald, Penny	1.0	$9,436	$2,152	$0	$0	$0	$11,588	$8,271
Name	Campbell, Doug	1.0	$7,481	$3,551	$0	$0	$0	$11,032	$8,421
Name	Chalmers, Sandi	1.0	$15,503	$2,587	$0	$0	$0	$18,090	$10,134
Name	Fisher, Ron	1.0	$13,706	$3,849	$0	$0	$0	$17,555	$10,696
Name	Langston, Joyce	1.0	$8,329	$1,394	$0	$0	$0	$9,723	$8,903
Name	Little, Stuart	1.0	$10,150	$1,674	$0	$0	$0	$11,824	$6,949
Name	Swainson, Jackie	1.0	$9,923	$1,452	$0	$0	$0	$11,375	$7,257
Name	Taylor, Ian	1.0	$13,284	$3,829	$0	$0	$0	$17,113	$9,116
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*9.0*	*$101,585*	*$21,316*	*$0*	*$0*	*$0*	*$122,901*	*$82,049*
Superintendent	Gibbons, James	1.0	$130,896	$8,330	$0	$0	$0	$139,226	$13,832
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Dersch, Terresa	1.0	$76,503	$10,351	$0	$0	$0	$86,854	$5,613
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Roy, Susan	1.0	$80,660	$13,618	$0	$0	$0	$94,278	$5,583
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		606.2	$40,673,381	$4,392,667	$0	$0	$242,800	$45,308,848	
Uncertificated Salaries & Wages		664.0	$13,184,500	$2,441,918	$0	$0	$0	$15,626,418	
TOTALS			**$54,247,525**	**$6,888,200**	**$0**	**$0**	**$242,800**	**$61,378,525**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 0053

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 4208

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Christ the Redeemer Catholic Separate Regional Division No. 3
Name of School Jurisdiction

P.O. Bag # 3, Okotoks, Alberta, T1S 2A2
Mailing Address

403-938-2659 **403-938-4575**
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules The Christ the Redeemer Catholic Separate Regional Division No. 3 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mary Stengler	**"Original Signed By"**
Name	Signature

SUPERINTENDENT

Peter Doyle	**"Original Signed By"**
Name	Signature

SECRETARY TREASURER OR TREASURER

Dennis Schneider	**"Original Signed By"**
Name	Signature

22-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 4208

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CHARTERED ACCOUNTANTS

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Calgary Alberta T2H 2K6

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AUDITORS' REPORT

To the Board of Trustees
Christ The Redeemer Catholic Separate Regional Division #3

We have audited the statement of financial position of Christ the Redeemer Catholic Separate Regional Division #3 ("the school jurisdiction") as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

MacKay LLP
CHARTERED ACCOUNTANTS

Calgary, Canada
November 7, 2003

mackay.ca refers to the Canadian firm MacKay LLP

School Jurisdiction Code: 4208

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$1,294,806	$7,911,921
Accounts receivable (net after allowances)		$2,355,226	$1,703,027
Prepaid expenses		$718,737	$844,704
Other current assets		$0	$0
Total current assets		$4,368,769	$10,459,652
School generated assets		$148,523	$118,429
Trust assets		$16,490	$16,167
Long term accounts receivable		$0	$0
Capital assets			
Land		$370,796	$370,796
Buildings	$50,238,189		
Less: accumulated amortization	($10,680,130)	$39,558,059	$35,127,129
Equipment	$7,882,404		
Less: accumulated amortization	($4,512,581)	$3,369,823	$2,872,642
Vehicles	$103,102		
Less: accumulated amortization	($45,469)	$57,633	$37,011
Total capital assets		$43,356,311	$38,407,578
TOTAL ASSETS		$47,890,093	$49,001,826
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,335,296	$3,578,694
Deferred revenue		$291,099	$639,973
Deferred capital allocations		$1,160,369	$5,937,288
Current portion of all long term debt		$952,475	$502,517
Total current liabilities		$4,739,239	$10,658,472
School generated liabilities		$148,523	$118,429
Trust liabilities		$16,490	$16,167
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$6,850,822	$7,343,656
Less: Current portion of supported debt		($492,834)	($492,834)
Unsupported: Debentures and Capital Loans		$232,000	$0
Capital Leases		$0	$0
Mortgages		$227,641	$243,689
Less: Current portion of unsupported debt		($459,641)	($9,683)
Unamortized capital allocations		$34,439,310	$28,628,629
Total long term liabilities		$40,962,311	$35,848,053
TOTAL LIABILITIES		$45,701,550	$46,506,525
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$516,487	$548,631
Accumulated Operating Surplus (Deficit)		$516,487	$548,631
Investment in capital assets		$1,606,539	$1,901,605
Capital Reserves		$65,517	$45,065
Total Capital Funds		$1,672,056	$1,946,670
Total net assets		$2,188,543	$2,495,301
TOTAL LIABILITIES AND NET ASSETS		$47,890,093	$49,001,826

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 4208

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$27,349,370	$25,581,457	$23,597,597
Alberta Infrastructure	$2,578,987	$2,436,433	$1,141,084
Alberta Finance	$663,349	$755,201	$699,892
Other Government of Alberta	$58,817	$33,025	$70,195
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$17,900	$20,000	$36,700
Instruction resource fees	$256,208	$230,763	$239,979
Transportation fees	$0	$0	$0
Other sales and services	$40,947	$33,000	$41,324
Investment income	$47,610	$120,000	$135,152
Gifts and donations	$24,828	$0	$24,430
Rentals of facilities	$30,387	$5,000	$10,175
Net school generated funds	$435,828	$400,000	$484,980
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,944,209	$1,000,000	$1,466,757
Total Revenues	$33,448,440	$30,614,879	$27,948,265
EXPENSES			
Certificated salaries	$15,545,496	$14,583,422	$13,279,561
Certificated benefits	$1,708,366	$1,959,312	$1,505,703
Uncertificated salaries and wages	$5,080,258	$4,395,722	$3,919,380
Uncertificated benefits	$1,161,867	$1,033,312	$861,323
Services, contracts and supplies	$6,793,291	$6,555,238	$6,283,679
Net school generated funds	$435,828	$400,000	$484,980
Capital and debt services			
Amortization of capital assets			
Supported	$1,944,209	$1,000,000	$1,466,757
Unsupported	$703,027	$600,000	$718,047
Total Amortization of capital assets	$2,647,236	$1,600,000	$2,184,804
Interest on capital debt			
Supported	$663,349	$678,688	$684,338
Unsupported	$15,927	$0	$15,554
Total Interest on capital debt	$679,276	$678,688	$699,892
Other interest charges	$0	$1,185	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$34,051,618	$31,206,879	$29,219,322
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($603,178)	($592,000)	($1,271,057)
Block BQRP revenue used for capital purposes	$192,817	$0	$147,425
Block MOD revenue used for capital purposes	$103,603	$206,000	$176,918
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($306,758)	($386,000)	($946,714)

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 4208

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($306,758)	($946,714)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,944,209)	($1,466,757)
Total amortization expense	$2,647,236	$2,184,804
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($652,199)	($416,745)
Prepaids and other current assets	$125,967	$53,755
Payables and accrued liabilities	($1,243,398)	$1,227,841
Deferred revenue	($348,874)	$260,706
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,722,235)	$896,890
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($6,320,637)	($10,940,401)
Equipment	($1,237,839)	($1,045,393)
Vehicles	($37,493)	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($7,595,969)	($11,985,794)
C. FINANCING ACTIVITIES		
Capital allocations received	$2,485,137	$6,008,740
Issue of long term debt	$290,000	$0
Repayment of long term debt	($566,882)	($479,383)
Add back: supported portion	$492,834	$470,334
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$2,701,089	$5,999,691
Net sources (uses) of cash equivalents* during year	($6,617,115)	($5,089,213)
Cash Equivalents at the beginning of the year	$7,911,921	$13,001,134
Cash Equivalents at the end of the year	$1,294,806	$7,911,921

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 4208

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
				TOTAL	RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$2,495,301	$1,901,605	$0	$593,696	$434,340	$38,645	$0	$0	$0	$114,291	$6,420	$0	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$2,495,301	$1,901,605	$0	$593,696	$434,340	$38,645	$0	$0	$0	$114,291	$6,420	$0	$0	$0	$0
Surplus(def) of revenue over expenses	($306,758)		($306,758)												
Block BQRP funded capital transactions		$192,817	($192,817)												
Block MOD funded capital transactions		$103,603	($103,603)												
Board funded capital transactions		$37,493	$0	($37,493)	$0	$0	($37,493)		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($2,647,236)	$2,647,236												
Amortization of capital allocations		$1,944,209	($1,944,209)												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$74,048	($74,048)												
Net transfers to operating reserves			($37,493)	$37,493	$0		$37,493			$0		$0		$0	
Net transfers from operating reserves			$32,144	($32,144)	($32,144)		$0			$0		$0		$0	
Net transfers to capital reserves			($20,452)	$20,452		$14,683			$0		$5,769		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$2,188,543	$1,606,539	$0	$582,004	$402,196	$53,328	$0	$0	$0	$114,291	$12,189	$0	$0	$0	$0

School Jurisdiction Code: 4208

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$5,937,288	$28,628,629
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$5,937,288	$28,628,629
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$2,442,324	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$42,813	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$492,834
Expended capital allocations - current year		($7,262,056)	$7,262,056
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,944,209
Balance at August 31, 2003		$1,160,369	$34,439,310

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

CHRIST THE REDEEMER CATHOLIC SEPARATE
REGIONAL DIVISION #3
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2003

1. AUTHORITY AND PURPOSE

The Regional Division #3, formed on the amalgamation of Foothills #346, Drumheller #25 and Assumption #50 in 1995, delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002. Division #3 now includes Canmore, Okotoks, High River, Strathmore, Drumheller, Brooks, Oyen and surrounding areas.

The Regional Division #3 receives block allocations for instruction and support under Regulation 72/95. The Regulation limits funding and expenses for administration and permits the Regional Division within the specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a. Revenue recognition

Instruction and support allocations are recognized in the year to which they relate and fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

b. Capital assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following annual rates:

Building and Site Improvements - 2.5% to 4%
Equipment and furnishings - 10% to 20%
Vehicles - 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

2. SUMMARY OF ACCOUNTING POLICIES (Cont'd)

c. School generated funds

School generated funds are funds in the community under the control and responsibility of the principal and are for school activities. The funds are collected and retained at the school for expenditures such as year books, graduation fees, field trips, etc.

d. Contributed services

Volunteers contribute a considerable number of hours per year to various schools operated by the Regional Division. These volunteers provide assistance in delivering certain programs such as kindergarten lunch services and raising of school generated funds for activities that would not otherwise be available. Because of the difficulty of compiling the hours and determining the value of these services that are not otherwise purchased, contributed services are not recognized in the financial statements.

e. Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance, deposits and programs are also included in this category.

f. Pension obligation

Pension costs included in these financial statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

g. Financial instruments

The Regional Division's financial instruments consist of cash and temporary investments, accounts receivable, accounts payable and accrued liabilities, deferred revenue, deferred capital allocations, and long-term debt. Carrying values unless otherwise noted approximate their fair values due to the short-terms to maturity. The carrying value of long-term debt approximates the fair value. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risk arising from these financial instruments. Surplus funds have been invested in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

h. Employee Future Benefits

The Regional Division accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the Regional Division at this time.

3. CHANGE IN ACCOUNTING POLICY

Canadian generally accepted accounting principles now require that obligations for which a creditor has a legal right to demand repayment at any time must be classified as a current liability regardless of the current intentions of either the creditor or the debtor.

As at August 31, 2003 the Division has 3 demand instalment loans totaling $459,641 that have fixed terms of repayment but which are repayable on demand and accordingly have been classified as a current liability (see Note 9). In prior years similar loans were classified as long-term liabilities with only the yearly principal repayment amount shown as current. This change in accounting policy has been applied prospectively.

4. ACCOUNTS RECEIVABLE

	2003	2002
Province of Alberta	$ 1.335,530	$ 693,209
Federal Government	277,004	484,320
Alberta Municipalities	712.613	483,993
Other	30,079	41,505
	$ 2.355.226	$ 1.703.027

5. INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	2002	Appropriated	Used	2003
Operating Reserves				
School	$ 434,340	$ -	$ 32,144	$ 402.196
Operations & Maintenance		-	-	-
Board & System administration	114,291	-	-	114.291
	$ 548,631	$ -	$ 32.144	$ 516.487
Capital Reserves				
Vehicles	$ 45,065	$ 20.452	$ -	$ 65,517
	$ 593,696	$ 20.452	$ 32.144	$ 582.004

6. DEFERRED REVENUE

	2003	2002
School and Bus Fees	$ 38,217	$ 47,972
Deferred Capital Contribution for Block Modernization	-	121,103
Learning Resources Centre	5,936	2,318
Infrastructure Maintenance Program	135,412	366,885
One-time advance	102,629	82,703
Other	8,905	18,992
	$ 291,099	$ 639,973

7. BANK INDEBTEDNESS

The Regional Division has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime lending rate. The line of credit is secured by a borrowing bylaw and a general security agreement covering all assets of the division. There was no balance outstanding on the line of credit at August 31, 2003.

8. TRUST ASSETS AND LIABILITIES

Trust assets and liabilities represent cash that is held in trust by the Regional Division for the following:

	2003	2002
Scholarship Trusts	$ 16,490	$ 16,167

9. LONG-TERM DEBT

Debenture debt - supported

The debenture debt bears interest at rates varying between 7.6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt and accordingly working capital is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

9. LONG-TERM DEBT (Cont'd)

	Principal	Interest	Total
2003 - 2004	$ 492.834	$ 644,205	$ 1.137.039
2004 - 2005	492,834	596,868	1.089,702
2005 - 2006	481.584	549,531	1,031.115
2006 - 2007	470.118	502.195	972.313
2007 - 2008	470.118	457,221	927,339
2008 to maturity	4,443,334	2,305,798	6.749,132
	$ 6,850,822	**$ 5,055,818**	**$ 11.906.640**

Mortgages - unsupported

Mortgages - unsupported includes two mortgages with CIBC on properties purchased for use as administration offices. Both mortgages bear interest at the bank's prime lending rate and are secured by a general security agreement covering all assets of the Regional Division and specific charges against the purchased properties. Although extended repayment terms have been accepted by the bank, both mortgages are repayable on demand and accordingly the entire balance on each has been classified as a current liability. Details of the two mortgages are as follows:

	2003	2002
Mortgage #1, repayable in equal monthly principal payments in the amount of $888 plus interest, to April 1, 2005	$ 125.235	$ 136,210
Mortgage #2, repayable in equal monthly principal payments in the amount of $450 plus interest, to June 1, 2022	102.406	107.479
	227,641	243,689
Amounts included in current liabilities	227,641	9,683
	$ -	$ 234,006

If the bank does not demand repayment sooner, principal payments due over the next five years and beyond would be as follows:

2003 - 2004	$ 16,048
2004 - 2005	16,048
2005 - 2006	16,048
2006 - 2007	16,048
2007 - 2008	16.048
2008 to maturity	147,401
	$ **227,641**

9. LONG-TERM DEBT (Cont'd)

Capital Loan - unsupported

The capital loan - unsupported is comprised of a demand instalment loan with CIBC taken to finance renovations to the administration office. The loan bears interest at the bank's prime lending rate and is covered under the same security as the mortgages - unsupported. Although extended repayment terms have been accepted by the bank, because the loan is repayable on demand, the entire balance has been classified as a current liability. Details of the loan are as follows:

	2003	2002
Demand instalment loan, repayable in equal monthly principal payments in the amount of $4,834 plus interest, to August 1, 2007	$ 232,000	$ -
Amount included in current liabilities	232,000	-
Long-term portion	$ -	$ -

If the bank does not demand payment sooner, principal payments due over the next four years will be as follows:

2004	$ 58,000
2005	58,000
2006	58,000
2007	58,000
	$ 232,000

10. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent capital funds that have been received for qualifying projects and remain unexpended. Once spent on qualifying capital asset acquisitions, these allocations are transferred to unamortized capital allocations from where they are amortized to revenue on a basis consistent with the amortization of the capital asset that the allocation funded. Details of the changes are as follows:

	2003	2002
Balance beginning of year	$ 5,937,288	$ 11,299,999
Infrastructure capital funding received	2,442,324	5,811,085
Interest earned on unexpended funds	42,813	197,655
Transfers to unamortized capital allocations	(7,262,056)	(11,371,451)
Balance end of year	$ 1,160,369	$ 5,937,288

11. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represents the net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the account. Details of the changes to the account are as follows:

	2003	2002
Balance beginning of year	$ 28.628.629	$ 18,377,351
Transfers from other jurisdictions -	(123,750)	
Supported debenture principle payments	492.834	470.334
Transfers from deferred capital contribution	7.262.056	11,371.451
Amortization on related assets	(1,944.209)	(1.466.757)
Balance end of year	$ 34.439.310	$ 28.628.629

12. SCHOOL GENERATED FUNDS

	2003	2002
Balance beginning of year	$ 118.429	$ 78,559
Funds generated for the year	851,109	644,059
Costs of generated funds	(385.187)	(134,260)
Donations received	-	15,051
	$ 584,351	$ 603,409
Funds expended in the year	(435.828)	(484,986)
Balance end of year	$ 148.523	$ 118.429

13. PENSIONS

The Regional Division participates in the multi-employer pension plan Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $158,103 for the year ended 2003 ($178,658 - 2002).

14. BUDGET AND COMPARATIVE AMOUNTS

The budget was prepared by the Regional Division and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

Certain of the 2002 comparative amounts have been reclassified where applicable to conform to the presentation adopted in the current year.

15. COMMITMENTS AND CONTINGENCIES

a. Capital Projects

Projects approved for approximately $6,500,000 in 2003 are scheduled for completion between 2004 and 2006. Funding received to date is approximately $1,100,000 with the additional amounts to be received from Alberta Infrastructure as required. Projects scheduled for completion are as follows:

Balance of projects that were scheduled to be completed in fiscal 2003:

Holy Spirit - New school	$ 210,013

Projects pre-approved for completion dates between 2004 and 2006:

New Senior High School (Phase I) - Okotoks	$ 6,103,005
St. Anthony's School - Portables	79,794
Good Shepherd School - Portables	240,381
High River - relocate portables	60,206
Our Lady of the Snows - Canmore	43,452
	$ 6,526,838

b. Contingent Asset

The regional division is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$22,488,310	$1,517,545	$20,970,774						
(2) Support block	$3,404,961				$2,102,305			$1,302,858	
(3) Instruction & support block reallocations	$0	($260,939)	$969,908		($460,210)			($248,759)	$0
(4) Alberta Initiative for School Improvement (AISI)	$548,838	$0	$548,838						
(5) Student Health Initiative (SHI)	$120,252	$0	$120,252						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$787,000	$26,298	$752,067					$8,835	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$27,349,370	$1,282,904	$23,361,839	$0	$1,642,095			$1,062,532	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$89,918	$0	$0	$89,918					
(13) Operations & Maintenance support	$2,309,437			$2,309,437					
(14) Operations & Maintenance support (One-Time)	$179,632			$179,632					
(15) **Total Alberta Infrastructure Revenue**	$2,578,987	$0	$0	$2,578,987					
(16) **Alberta Finance**	$663,349			$663,349	$0			$0	$0
(17) **Other - Government of Alberta**	$58,817	$0	$58,817	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$17,900	$0	$17,900	$0	$0			$0	$0
(22) **Instruction resource fees**	$256,208	$16,351	$239,857						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$40,947	$0	$550	$0	$40,397			$0	$0
(25) **Investment income**	$47,610	$0	$47,610	$0	$0			$0	$0
(26) **Gifts and donations**	$24,828	$0	$24,828	$0	$0				$0
(27) **Rentals of facilities**	$30,387		$0	$30,387	$0			$0	$0
(28) **Net school generated funds**	$435,828		$435,828					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$1,944,209		$0	$1,944,209	$0				$0
(31) **TOTAL REVENUES**	$33,448,440	$1,299,255	$24,187,229	$5,216,932	$1,682,492			$1,062,532	$0
EXPENSES									
(32) **Certificated salaries**	$15,545,496	$428,752	$14,962,104				$154,640	$154,640	$0
(33) **Certificated benefits**	$1,708,366	$49,208	$1,646,709				$12,449	$12,449	$0
(34) **Uncertificated salaries and wages**	$5,080,258	$369,896	$3,224,433	$947,727	$71,713	$47,869	$418,620	$466,489	$0
(35) **Uncertificated benefits**	$1,161,867	$82,216	$754,181	$206,103	$12,713	$25,626	$81,028	$106,654	$0
(36) **SUB - TOTAL**	$23,495,987	$930,072	$20,587,427	$1,153,830	$84,426	$73,495	$666,737	$740,232	$0
(37) **Services, contracts & supplies**	$6,703,291	$369,183	$3,110,4[illegible]	$1,415,168	$1,596,973	$114,750	$186,721	$301,471	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$435,828		$435,828						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1,944,209	$0	$0	$1,944,209	$0		$0	$0	$0
(41) Unsupported	$703,027	$0	$688,214	$0	$0	$0	$14,813	$14,813	$0
(42) Total Amortization	$2,647,236	$0	$688,214	$1,944,209	$0	$0	$14,813	$14,813	$0
Interest on capital debt									
(43) Supported	$663,349	$0	$0	$663,349	$0		$0	$0	$0
(44) Unsupported	$15,027	$0	$5,034	$2,884	$1,093	$0	$6,016	$6,016	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$34,051,618	$1,299,255	$24,827,899	$5,179,440	$1,682,492	$188,245	$874,287	$1,062,532	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($603,178)	$0	($640,670)	$37,492	$0			$0	$0
Applicable student numbers/FTE equivalent	4,970.0	316	4,812.0	4,970.0	1,846			4,970.0	
AVERAGE PROGRAM COSTS per student	$6,851	$4,112	$5,160	$1,042	$911			$214	

School Jurisdiction Code: 4208

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$12,226,671	$1,620,012	$0	$852,553	$42,559	$220,309	$0	$14,962,104
Certificated benefits	$1,366,292	$154,577	$0	$93,033	$7,371	$25,436	$0	$1,646,709
Uncertificated salaries and wages	$118,051	$1,688,845	$0	$264,280	$754,380	$317,061	$61,816	$3,224,433
Uncertificated benefits	$34,691	$350,640	$0	$75,136	$194,456	$86,488	$12,770	$754,181
SUB - TOTAL REMUNERATION	$13,745,705	$3,814,074	$0	$1,305,002	$998,766	$649,294	$74,586	$20,587,427
Services, contracts & supplies	$2,520,144	$401,589	$0	$74,855	$50,405	$13,811	$49,692	$3,110,496
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$435,828							$435,828
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$688,214	$0	$0					$688,214
Total Amortization	$688,214	$0	$0					$688,214
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$5,934						$5,934
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$17,389,891	$4,221,597	$0	$1,379,857	$1,049,171	$663,105	$124,278	$24,827,899
FTE Certificated				15.1	0.8			
FTE Uncertificated				15.7	41.8			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$18,337,775	$1,421,157	$585,533	$969,908	$21,314,373	$17,818,445	$3,495,928
School Admin & Instruction Support Expenses						$4,221,597	($4,221,597)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$18,337,775	$1,421,157	$585,533	$969,908	$21,314,373	$22,040,042	($725,669)
Sub-Programs & Initiatives							
Severely Disabled	$851,453		$0		$851,453	$1,049,171	($197,718)
English as a Second Language	$10,151				$10,151	$15,008	($4,857)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$117,204				$117,204		$117,204
Growth & Density	$341,871				$341,871		$341,871
Teacher Assistants Program	$95,860				$95,860	$123,194	($27,334)
Early Literacy Initiative (K-2)	$177,437				$177,437	$208,407	($30,970)
Learning Resources Credit & Resources for the Classroom	$43,163	$0	$239,857		$283,020	$283,020	$0
Technology Integration	$184,427		$0		$184,427	$260,916	($76,489)
French Language Program & Francisation (all jurisdictions)	$77,276		$0		$77,276	$77,276	$0
Home Education	$734,157		$0		$734,157	$770,865	($36,708)
Total Sub-Programs & Initiatives	$2,632,999		$239,857		$2,872,856	$2,787,857	$84,999
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$20,970,774	$1,421,157	$825,390	$969,908	$24,187,229	$24,827,899	($640,670)

School Jurisdiction Code: 4208

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,517,545	$20,970,774		$2,102,305	$1,302,656	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of | *$22,488,319* | *=* | *$449,766* | *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$460,210		($460,210)		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$248,759			($248,759)	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	($260,939)	$260,939				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($260,939)	$969,908		($460,210)	($248,759)	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 4208

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$22,303,892
Support Block - Transportation	$2,102,305
SUBTOTAL	$24,406,197

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$2,309,437
Teacher Salary Enhancement	$787,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$58,817
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$17,900
Other sales and services	$40,947
Interest on investments	$47,610
Rentals of facilities	$30,387
Gains on disposal of capital assets	$0
Amortization of capital allocations	$1,944,209
School generated funds (Schedule E)	$851,109
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$30,493,613**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o\ = 4%	4.92%
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,499,706

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0

(If none of these considerations apply, leave the above cells blank)

MAXIMUM EXPENSE LIMIT	**$1,499,706**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,062,532
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,062,532
Maximum Expense Limit for Board & System Administration (Step 3)	$1,499,706
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$437,174

School Jurisdiction Code: 4208

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$118,429
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$851,109	
Less: SGF - related cost recoveries (Note 3)	$385,187	
- capitalized at the District level (Note 4)	$0	
Net Total	$465,922	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$465,922
Net SGF Available for discretionary spending		$584,351
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$435,828
Unexpended SGF - Closing Balance August 31, 2003		$148,523

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 4208

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$623,429	$224,536	$0	$0	$99,762	$947,727		$947,727
Uncertificated benefits	$140,405	$46,895	$0	$0	$18,803	$206,103		$206,103
Sub-total Remuneration	$763,834	$271,431	$0	$0	$118,565	$1,153,830		$1,153,830
Contracted Services	$60,455	$65,994	$0	$9,480	$0	$135,929		$135,929
Supplies	$212,352	$155,965	$0	$80,438	$41,635	$490,390		$490,390
Electricity			$400,991			$400,991		$400,991
Natural Gas/Heating Fuel			$279,215			$279,215		$279,215
Sewer and Water			$44,079			$44,079		$44,079
Telecommunications			$20,505			$20,505		$20,505
Insurance					$44,059	$44,059		$44,059
Amortization of capital assets								
Supported							$1,944,209	$1,944,209
Unsupported						$0		$0
Total Amortization						$0	$1,944,209	$1,944,209
Interest on capital debt								
Supported							$663,349	$663,349
Unsupported						$2,884		$2,884
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,036,641	$493,390	$744,790	$89,918	$204,259	$2,571,882	$2,607,558	$5,179,440
SQUARE METRES								
School Buildings								38,931.5
Non School Buildings								916.1

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety staindards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 4208

SCHEDULE G to the AFS

DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003

(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Mary Stengler	1.0	$9,056	$1,842	$0	$0	$0	$10,898	$9,919
Name			$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Amber Link	1.0	$6,469	$4,159	$0	$0	$0	$10,628	$2,430
Name	Paul Andrew	1.0	$5,175	$4,137	$0	$0	$0	$9,312	$2,362
Name	Vijay Domingo	1.0	$5,175	$4,137	$0	$0	$0	$9,312	$1,469
Name	Rod Hertz	1.0	$5,175	$4,137	$0	$0	$0	$9,312	$1,427
Name	David Lunn	1.0	$5,175	$4,137	$0	$0	$0	$9,312	$1,312
Name	Ron Schreiber	1.0	$5,175	$3,057	$0	$0	$0	$8,232	$2,652
Name	Joanne Van Donzel	1.0	$6,469	$20	$0	$0	$0	$6,489	$3,658
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*8.0*	*$47,869*	*$25,626*	*$0*	*$0*	*$0*	*$73,496*	*$25,229*
Superintendent	Peter Doyle	1.0	$112,712	$9,507	$0	$0	$0	$122,219	$14,517
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Ken Power	0.8	$88,000	$8,050	$0	$0	$0	$96,050	$2,803
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Dennis Schneider	1.0	$92,423	$14,720	$0	$0	$0	$107,143	$8,296
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		259.5	$15,432,784	$1,698,859	$0	$0	$0	$17,131,643	
Uncertificated Salaries & Wages		188.0	$4,851,966	$1,113,471	$0	$0	$0	$5,965,437	
TOTALS			**$20,625,754**	**$2,870,233**	**$0**	**$0**	**$0**	**$23,495,987**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 4208

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 52

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CLEARVIEW SCHOOL DIVISION #71
Name of School Jurisdiction

4704-55 STREET STETTLER, AB. T0C 2L2
Mailing Address

(403) 742-3331 (403) 742-1388
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules CLEARVIEW SCHOOL DIVISION #71 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

KAREN HOLLOWAY	"Original signed by"
Name	Signature

SUPERINTENDENT

EGBERT STANG	"Original signed by"
Name	Signature

SECRETARY TREASURER OR TREASURER

GORDON MAJERAN	"Original signed by"
Name	Signature

26-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 52

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Gitzel Krejci Dand Peterson

CHARTERED ACCOUNTANTS

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AUDITORS' REPORT

To The Board of Trustees

Clearview School Division No. 71

We have audited the statement of financial position of the Clearview School Division No. 71 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Gitzel Krejci Dand Peterson
CHARTERED ACCOUNTANTS

Stettler, Alberta
November 10, 2003

* DENOTES PROFESSIONAL CORPORATION

School Jurisdiction Code: 52

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002 Restated
ASSETS			
Current assets			
Cash and temporary investments		$7,830,085	$13,808,348
Accounts receivable (net after allowances)		$712,532	$534,652
Prepaid expenses		$193,898	$248,142
Other current assets		$185,269	$174,018
Total current assets		$8,921,784	$14,765,160
School generated assets		$206,549	$219,629
Trust assets		$190,876	$197,023
Long term accounts receivable		$0	$0
Capital assets			
Land		$1,267,218	$1,296,740
Buildings	$41,484,131		
Less: accumulated amortization	($15,325,398)	$26,158,733	$19,625,735
Equipment	$1,255,442		
Less: accumulated amortization	($518,832)	$736,610	$830,124
Vehicles	$5,241,330		
Less: accumulated amortization	($3,331,310)	$1,910,020	$2,319,871
Total capital assets		$30,072,581	$24,072,470
TOTAL ASSETS		$39,391,791	$39,254,282
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,528,908	$390,753
Deferred revenue		$479,112	$1,030,977
Deferred capital allocations		$1,784,811	$9,172,265
Current portion of all long term debt		$531,859	$566,708
Total current liabilities		$5,324,690	$11,160,703
School generated liabilities		$206,549	$219,629
Trust liabilities		$190,876	$197,023
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$5,172,755	$5,739,462
Less: Current portion of supported debt		($531,859)	($566,708)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$20,344,843	$13,244,519
Total long term liabilities		$25,383,164	$18,833,925
TOTAL LIABILITIES		$30,707,854	$29,994,628
NET ASSETS			
Unrestricted net assets		$1,409,083	$3,225,821
Operating Reserves		$2,317,762	$610,773
Accumulated Operating Surplus (Deficit)		$3,726,845	$3,836,594
Investment in capital assets		$4,554,982	$5,088,488
Capital Reserves		$402,110	$334,572
Total Capital Funds		$4,957,092	$5,423,060
Total net assets		$8,683,937	$9,259,654
TOTAL LIABILITIES AND NET ASSETS		$39,391,791	$39,254,282

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 52

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$18,907,774	$18,131,520	$19,083,784
Alberta Infrastructure	$2,016,680	$1,911,630	$1,071,764
Alberta Finance	$543,233	$543,230	$599,746
Other Government of Alberta	$125,496	$53,000	$103,473
Federal Government and/or First Nations	$1,652	$2,500	$1,652
Other Alberta school authorities	$9,231	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$2,791
Instruction resource fees	$174,891	$29,170	$148,969
Transportation fees	$13,300	$15,000	$13,015
Other sales and services	$384,652	$350,720	$360,379
Investment income	$162,663	$147,000	$137,364
Gifts and donations	$74,088	$4,400	$63,909
Rentals of facilities	$42,992	$37,300	$38,399
Net school generated funds	$152,829	$400,000	$397,502
Gains on disposal of capital assets	$0	$0	$7,821
Amortization of capital allocations	$1,036,079	$1,036,080	$1,015,502
Total Revenues	$23,645,560	$22,661,550	$23,046,090
EXPENSES			
Certificated salaries	$11,513,806	$10,506,600	$10,396,802
Certificated benefits	$1,274,786	$1,193,400	$1,169,361
Uncertificated salaries and wages	$4,190,811	$4,122,330	$4,043,313
Uncertificated benefits	$691,156	$630,000	$616,254
Services, contracts and supplies	$4,239,024	$4,354,300	$4,220,058
Net school generated funds	$152,829	$400,000	$397,502
Capital and debt services			
Amortization of capital assets			
Supported	$1,036,080	$1,036,080	$1,015,502
Unsupported	$570,030	$557,420	$577,082
Total Amortization of capital assets	$1,606,110	$1,593,500	$1,592,584
Interest on capital debt			
Supported	$543,233	$543,230	$599,746
Unsupported	$0	$0	$0
Total interest on capital debt	$543,233	$543,230	$599,746
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$9,520	$0	$0
Total Expenses	$24,221,277	$23,343,360	$23,035,620
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($575,717)	($681,810)	$10,470
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($575,717)	($681,810)	$10,470

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 52

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($575,717)	$10,470
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,036,079)	($1,015,502)
Total amortization expense	$1,606,110	$1,592,584
Gains on disposal of capital assets	$0	($7,821)
Losses on sale of capital assets	$9,520	$0
Changes in accrued accounts:		
Accounts receivable	($177,880)	$77,263
Prepaids and other current assets	$42,993	($48,488)
Payables and accrued liabilities	$2,138,155	($46,133)
Deferred revenue	($551,865)	$465,617
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,455,237	$1,027,990
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($7,569,695)	($742,398)
Equipment	($46,047)	($168,723)
Vehicles	$0	($426,235)
Net proceeds from disposal of capital assets	$0	$7,821
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	($7,615,742)	($1,329,535)
C. FINANCING ACTIVITIES		
Capital allocations received	$182,241	$2,665,469
Issue of long term debt	$0	$0
Repayment of long term debt	($566,707)	($592,365)
Add back: supported portion	$566,708	$592,364
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$182,242	$2,665,468
Net sources (uses) of cash equivalents* during year	($5,978,263)	$2,363,923
Cash Equivalents at the beginning of the year	$13,808,348	$11,444,425
Cash Equivalents at the end of the year	$7,830,085	$13,808,348

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 52

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
				TOTAL	RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$9,350,653	$5,086,488	$3,225,821	$1,045,344	$36,777	$324,572	$460,154	$99,999	$10,000	$113,842	$0	$0	$0	$0	$0
Prior period adjustments (describe)															
Externally restricted reserve to Deferred	($99,999)	$0	$0	($99,999)	$0	$0	$0	($99,999)	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$9,250,654	$5,086,488	$3,225,821	$945,345	$36,777	$324,572	$460,154	$0	$10,000	$113,842	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	($575,717)		($575,717)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$46,045	($46,045)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non amortizable assets	$0	$0													
Amortization of capital assets		($1,606,110)	$1,606,110												
Amortization of capital allocations		$1,036,079	($1,036,079)												
Disposal of unsupported capital assets	$0	($9,520)	$9,520	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($1,706,989)	$1,706,989	$1,125,959		$458,704			$5,730		$118,506		$0	
Net transfers from operating reserves			$0	$0			$0			$0		$0		$0	
Net transfers to capital reserves			($402,110)	$402,110		$0			$0		$0		$402,110		$0
Net transfers from capital reserves			$334,572	($334,572)		($324,572)			($10,000)		$0		$0		$0
Balance at August 31, 2003	$8,683,937	$4,554,982	$1,409,083	$2,719,872	$1,162,736	$0	$916,948	$0	$0	$119,572	$0	$118,506	$402,110	$0	$0

School Jurisdiction Code: 52

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$9,072,266	$13,244,519
Prior period adjustment		$99,999	
Adjusted balance, August 31, 2002		$9,172,265	$13,244,519
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$182,241	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$566,708
Expended capital allocations - current year		($7,569,695)	$7,569,695
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,036,079
Balance at August 31, 2003		$1,784,811	$20,344,843

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2003

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The School Division receives block allocations for Instruction and Support under Regulation 72/95. The Regulation limits funding and expenses for administration. It permits the School Division, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are the representations of management prepared in accordance with Canadian generally accepted accounting principles and policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements for a period necessarily involves the use of estimates which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of significant accounting policies summarized below:

a. Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they related.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted donations are recognized as revenue when received or receivable. Donations in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

b. Inventories

Inventories are recorded at the lower of cost and net realizable value.

c. Capital Assets

Capital assets are recorded at cost less accumulated amortization. Amortization is provided so as to amortize the cost of the asset over its useful life. The rates of amortization are as follows:

Buildings	- 2.5%-4% straight line
Equipment	- 20% straight line
Vehicles	- 10%-20% straight line

Only capital assets with costs in excess of $5,000 are capitalized.

d. School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s). These funds are usually collected and retained at the school for expenditures paid at the school level.

e. Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff.

The school division participates in the multi-employer pension plan, Local Authorities Pension Plan.

f. Contributed Services

Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

g. Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable, deferred revenues and debenture debt. It is management's opinion that the division is not exposed to significant interest, currency or credit risks arising from these financial instruments and that their fair values approximate their carrying values, unless otherwise noted. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

h. Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. ACCOUNTS RECEIVABLE

	2003 $	2002 $
Provincial government	430,179	273,154
Federal government	229,176	86,303
Other	53,177	175,195
	712,532	534,652

4. SCHOOL GENERATED FUNDS (SFG)

	2003 $	2002 $
Balance, beginning of year	219,629	244,814
Funds generated during the year	512,327	602,339
Less: related costs of generating SFG	(386,657)	(252,530)
Donations received	14,079	22,508
Discretionary Expenditures during the year	(152,829)	(397,502)
Balance, end of year	206,549	219,629

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2003

5. CAPITAL ASSETS

	Cost	Accumulated Amortization	2003	2002
	$	$	$	$
Land	1,031,044	-	1,031,044	1,031,044
Land improvements	590,438	354,264	236,174	265,696
Buildings	41,484,131	15,325,398	26,158,733	19,625,735
Equipment	1,255,442	518,832	736,610	830,124
Vehicles	5,241,330	3,331,310	1,910,020	2,319,871
	49,602,385	19,529,804	30,072,581	24,072,470

6. ACCOUNTS PAYABLE AND ACCRUALS

	2003	2002
	$	$
Province of Alberta	24,257	31,177
SHIP Payable	789,627	-
Accrued Interest on Debenture	186,675	208,308
Accrued Vacation Pay	57,159	39,529
Other Trade Payables and accrued liabilities	1,471,190	111,739
	2,528,908	390,753

7. DEFERRED REVENUE

	2003	2002
	$	$
Building Quality Restoration Program	287,508	432,998
One Time Grant Funding	-	169,934
Technology Integration Funding	46,504	-
Teacher Enhancement Funding	-	399,880
AISI Funding	10,391	17,155
Other	134,709	11,010
	479,112	1,030,977

8. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been deferred. These allocations are transferred to Unamortized Capital Allocations when expended on the capital asset that the allocation funded.

	2003 $	2002 $
Balance, beginning of year	9,072,266	7,221,447
Prior period adjustment - Reallocation of externally restricted capital reserves	99,999	99,999
Balance, as restated	9,172,265	7,321,446
Allocations received during the year	-	2,408,020
Interest earned on deferred capital allocations	182,241	185,197
Donations for capital assets	-	72,252
Transfers to Unamortized Capital Allocations (Note 11)	(7,569,695)	(814,650)
Balance, end of year	1,784,811	9,172,265

9. LONG-TERM DEBT

The School Division has issued debentures to the Alberta Municipal Finance Corporation to finance construction of school buildings. Debentures mature from 2004 to 2020 and interest rates vary from 6.625% to 12%.

	2003 $	2002 $
Debenture debt	5,172,755	5,739,462
Due within one year	531,859	566,708
	4,640,896	5,172,754

Principal repayments required in each of the next five fiscal years are as follows:

	$
2004 -	531,859
2005 -	515,217
2006 -	514,046
2007 -	514,046
2008 -	435,217
2009 to maturity -	2,662,370

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2003

9. LONG-TERM DEBT - continued

The School Division's debentures are supported by payments from Alberta Finance. These support payments are not recorded as receivables before they are due. The effect of recording the corresponding debenture debt due within one year is to understate the working capital by the current portion of the debenture debt.

10. TRUST LIABILITIES

	2003 $	2002 $
Endowment funds for scholarships	190,876	197,023

11. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations account is used to amortize the capital revenue over the useful life of the asset acquired. The changes in the unamortized capital allocations account for the period are as follows:

		2003 $	2002 $
Balance, beginning of year		13,244,519	12,853,006
Add:	Transfers from Deferred Capital Allocations (Note 8)	7,569,695	814,650
	Supported debenture principal payments	566,708	592,364
Less:	Amortization of supported capital assets to revenue	(1,036,079)	(1,015,501)
Balance, end of year		20,344,843	13,244,519

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2003

12. RESERVES

Reserves created by authorization of the Board of Trustees represent funds allocated for future capital expenditures and future operating expenses. The reserves are established and expended in accordance with terms and conditions established by the Board.

	Balance beginning of year	Prior Period Adjustment - Reallocation of Externally Restricted Reserve	Appropriated during the year	Utilized during the year	Balance at end of year
	$	$	$	$	$
Operating					
Instruction	36,777	-	1,162,736	36,777	1,162,736
Operations and maintenance	460,154	-	456,794	-	916,948
Administration	113,842	-	5,730	-	119,572
Transportation	-	-	118,506	-	118,506
	610,773	-	1,743,766	36,777	2,317,762
Capital					
Buildings	99,999	(99,999)	-	-	-
Equipment	324,572	-	-	324,572	-
Vehicles	10,000	-	402,110	10,000	402,110
	434,571	(99,999)	402,110	334,572	402,110
	1,045,344	(99,999)	2,145,876	371,349	2,719,872

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2003

13. ALLOCATIONS FROM THE PROVINCE OF ALBERTA

Allocations from the Province of Alberta are summarized as follows:

	2003 $	2002 $
Operating allocations:		
Alberta Learning		
Instruction block	15,623,928	14,667,030
Support block	3,199,852	4,340,010
Alberta Infrastructure		
Support block	1,871,190	781,044
Total Instruction and Support block	20,694,970	19,788,084
Contribution to interest on long-term debt	543,233	599,746
Building quality restoration program	145,490	290,720
Other Alberta Learning	83,994	76,744
Other Provincial departments	125,496	103,473
	21,593,183	20,858,767
Contribution to capital allocations repayment of debt	566,708	592,364
Contributions to capital expenditures	-	2,408,020
	566,708	3,000,384
	22,159,891	23,859,151

14. PROGRAM EXPENSES

	2003 Actual $	2003 Budget $	2002 Actual $
Early childhood services	453,789	479,300	462,430
Student instruction	16,489,963	15,936,970	15,196,490
Operation and maintenance of school	3,789,610	3,554,850	3,789,567
Student transportation	2,409,649	2,305,090	2,421,472
Board/system administration	1,035,304	1,021,350	1,146,440
External services	42,962	45,800	19,221
	24,221,277	23,343,360	23,035,620

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2003

15. DISCLOSURE OF SALARIES AND BENEFITS

	Number	Salaries and Wages $	Benefits and Allowances $	Total $
Chairman of the Board	1	17,952	1,980	19,932
Other Board Members	6	64,834	15,420	80,254
Superintendent	1	107,636	10,940	118,576
Secretary Treasurer	1	83,689	13,823	97,512
Salaries - Certificated		11,406,170	1,263,846	12,670,016
Salaries - Uncertificated		4,024,336	659,936	4,684,272
		15,704,617	1,965,945	17,670,562

16. RELATED PARTY TRANSACTIONS

During the year the school division entered into transactions with related parties as follows:

a) The School Division received funding for operations from the Alberta government in the amount of $21,593,183 (2002-$20,858,767). In addition, Alberta government funding for capital projects totalled $NIL (2002-$2,408,020).

b) The School Division has debenture debt in the amount of $5,172,755 (2002 – $5,739,462) payable to the provincial government and the principal payments are supported through provincial government funding.

c) The Alberta Teachers' Retirement Fund pension plan payments are paid by the provincial government directly to the plan on behalf of the division. The amount of these payments has not been disclosed to the division.

17. COMMITMENTS

Building Projects – The School Division was committed to a building construction contract of $1,916,360 at August 31, 2003.

Photocopier Leases - The School Division was committed to several photocopier leases as at August 31, 2003. The total lease payments for these items in 2003 was $99,904.

18. BUDGET AMOUNTS

The budget was prepared by the School jurisdiction management with Board of Trustees approval given on January 9, 2003. It is presented for information purposes only and has not been audited.

19. CONTINGENCIES

The School Division is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

20. PRIOR PERIOD ADJUSTMENT

Change in Accounting Policy - An externally restricted capital reserve for operations and maintenance in the amount of $99,999, regarding net proceeds on the sale of supported capital assets, has been reclassified to deferred capital allocation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

						Board & System Administration			
REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board Governance	System Administration	Total Board & System Admin.	External Services
Alberta Learning allocations									
(1) Instruction block	$14,025,831	$437,378	$13,588,453						
(2) Support block	$3,199,852				$2,188,194			$1,011,658	
(3) Instruction & support block reallocations	$0	($205)	$0		$205			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$351,792	$0	$351,792						
(5) Student Health Initiative (SHI)	$196,425	$0	$176,465						$19,960
(6) Supernet Access	$0							$0	
(7) Teacher Salary Enhancement (TSE)	$1,049,880	$44,075	$998,454					$7,351	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$83,994	$0	$83,994	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$18,907,774	$481,248	$15,199,158	$0	$2,188,399			$1,019,009	$19,960
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$145,490	$0	$0	$145,490					
(13) Operations & Maintenance support	$1,683,930			$1,683,930					
(14) Operations & Maintenance support (One-Time)	$187,260			$187,260					
(15) **Total Alberta Infrastructure Revenue**	$2,016,680	$0	$0	$2,016,680					
(16) **Alberta Finance**	$543,233			$543,233	$0			$0	$0
(17) **Other - Government of Alberta**	$125,498		$96,703	$2,297	$0			$3,494	$23,002
(18) **Federal Government and/or First Nations**	$1,652	$0		$1,652	$0			$0	$0
(19) **Other Alberta school authorities**	$9,231	$0	$9,231	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$174,891	$6,830	$168,061						
(23) **Transportation fees**	$13,300				$13,300				
(24) **Other sales and services**	$384,652	$89	$271,673	$1,447	$102,123			$9,320	$0
(25) **Investment income**	$162,663	$0	$153,452	$0	$0			$9,211	$0
(26) **Gifts and donations**	$74,088	$950	$62,388	$10,750	$0				$0
(27) **Rentals of facilities**	$42,992		$708	$42,284	$0			$0	$0
(28) **Net school generated funds**	$152,829		$152,829					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0				$0	$0
(30) **Amortization of capital allocations**	$1,036,079		$40,717	$995,362	$0				$0
(31) **TOTAL REVENUES**	$23,645,560	$489,117	$16,154,920	$3,613,705	$2,303,822			$1,041,034	$42,962
EXPENSES									
(32) **Certificated salaries**	$11,513,806	$312,526	$11,016,140				$185,140	$185,140	$0
(33) **Certificated benefits**	$1,274,786	$35,895	$1,216,452				$22,439	$22,439	$0
(34) **Uncertificated salaries and wages**	$4,190,811	$70,133	$1,798,616	$751,750	$1,136,788	$82,786	$317,451	$400,237	$33,287
(35) **Uncertificated benefits**	$691,158	$8,460	$330,808	$151,448	$112,012	$17,400	$66,439	$83,839	$4,592
(36) **SUB - TOTAL**	$17,670,561	$427,014	$14,362,016	$903,198	$1,248,800	$100,186	$591,468	$691,654	$37,879
(37) **Services, contracts & supplies**	$4,239,024	$26,775	$1,842,193	$1,296,340	$749,219	$40,590	$278,824	$319,414	$5,083
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$152,829		$152,829						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1,036,080	$0	$40,717	$995,363	$0		$0	$0	$0
(41) Unsupported	$570,030	$0	$92,208	$51,476	$402,110	$0	$24,236	$24,236	$0
(42) Total Amortization	$1,606,110	$0	$132,925	$1,046,839	$402,110	$0	$24,236	$24,236	$0
Interest on capital debt									
(43) Supported	$543,233	$0	$0	$543,233	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$9,520	$0	$0	$0	$9,520	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$24,221,277	$453,789	$16,489,983	$3,789,610	$2,409,849	$140,776	$894,528	$1,035,304	$42,962
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($575,717)	$35,328	($335,043)	($175,905)	($105,827)			$5,730	$0
Applicable student numbers/FTE equivalent	2,637.5	171	2,552.0	2,637.5	1,440			2,637.5	
AVERAGE PROGRAM COSTS per student	$9,183	$2,654	$6,462	$1,437	$1,673			$393	

SCHEDULE B1 to the AFS

INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$9,496,491	$679,142	$77,611	$254,631	$276,602	$231,664	$0	$11,016,140
Certificated benefits	$1,063,592	$66,840	$8,543	$25,053	$24,228	$28,197	$0	$1,216,452
Uncertificated salaries and wages	$543,507	$309,927	$73,177	$45,292	$630,747	$48,833	$147,133	$1,798,616
Uncertificated benefits	$87,729	$63,005	$18,253	$7,602	$116,577	$2,895	$34,747	$330,808
SUB - TOTAL REMUNERATION	$11,191,319	$1,118,914	$177,583	$332,577	$1,048,154	$311,589	$181,880	$14,362,016
Services, contracts & supplies	$1,439,829	$133,673	$71,442	$2,603	$144,799	$29,813	$20,034	$1,842,193
Cost recoveries & transfers		$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$152,829							$152,829
Amortization of capital assets								
Supported	$40,717	$0	$0					$40,717
Unsupported	$92,208	$0	$0					$92,208
Total Amortization	$132,925	$0	$0					$132,925
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$12,916,902	$1,252,587	$249,025	$335,180	$1,192,953	$341,402	$201,914	$16,489,963
FTE Certificated				4.0	3.5			
FTE Uncertificated				4.0	30.5			

SCHEDULE B2 to the AFS

INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$11,479,159	$1,549,632	$787,701	$0	$13,816,492	$13,795,398	$21,094
School Admin & Instruction Support Expenses						$1,252,587	($1,252,587)
System Instruction Support Expenses						$249,025	($249,025)
Total Basic Instruction	$11,479,159	$1,549,632	$787,701	$0	$13,816,492	$15,297,010	($1,480,518)
Sub-Programs & Initiatives							
Severely Disabled	$662,058		$0		$662,058	$1,192,953	($530,895)
English as a Second Language	$138,039				$138,039	$0	$138,039
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$1,054,055				$1,054,055		$1,054,055
Growth & Density	$4,167				$4,167		$4,167
Teacher Assistants Program	$53,308				$53,308	$0	$53,308
Early Literacy Initiative (K-2)	$101,715				$101,715	$0	$101,715
Learning Resources Credit & Resources for the Classroom	$26,821	$61,073	$168,061		$255,955	$0	$255,955
Technology Integration	$63,232		$0		$63,232	$0	$63,232
French Language Program & Francisation (all jurisdictions)	$3,657		$0		$3,657	$0	$3,657
Home Education	$2,242		$0		$2,242	$0	$2,242
Total Sub-Programs & Initiatives	$2,109,294		$168,061		$2,338,428	$1,192,953	$1,145,475
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$13,588,453	$1,610,705	$955,762	$0	$16,154,920	$16,489,963	($335,043)

School Jurisdiction Code: 52

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$437,378	$13,588,453		$2,188,194	$1,011,658	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	($205)			$205		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of *$14,025,831* = *$280,517* *($205)*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($205)	$0		$205	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 52

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$13,962,599
Support Block - Transportation	$2,188,194
SUBTOTAL	$16,150,793
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$1,683,930
Teacher Salary Enhancement	$1,049,880
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$125,496
Federal government/First Nations	$1,652
Other Alberta school authorities	$9,231
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$384,652
Interest on investments	$162,663
Rentals of facilities	$42,992
Gains on disposal of capital assets	$0
Amortization of capital allocations	$1,036,079
School generated funds (Schedule E)	$512,327
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$21,159,695**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o = 4%	**5.73%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,211,393
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,211,393**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,035,304
PLUS: transfers to Restricted - Operating (Board/System Administration)	$5,730
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,041,034
Maximum Expense Limit for Board & System Administration (Step 3)	$1,211,393
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$170,358

School Jurisdiction Code: 52

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$219,629
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$512,327	
Less: SGF - related cost recoveries (Note 3)	$386,657	
- capitalized at the District level (Note 4)	$0	
Net Total	$125,670	
Plus: Donations Received (Note 5)	$14,079	
Equals: Net Additions to SGF		$139,749
Net SGF Available for discretionary spending		$359,378
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$152,829
Unexpended SGF - Closing Balance August 31, 2003		$206,549

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 52

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$599,978	$92,736	$0	$0	$59,036	$751,750		$751,750
Uncertificated benefits	$118,825	$20,248	$0	$0	$12,375	$151,448		$151,448
Sub-total Remuneration	$718,803	$112,984	$0	$0	$71,411	$903,198		$903,198
Contracted Services		$85,621		$145,490	$0	$231,111		$231,111
Supplies	$74,088	$90,818	$0	$0	$10,760	$175,666		$175,666
Electricity			$455,665			$455,665		$455,665
Natural Gas/Heating Fuel			$331,743			$331,743		$331,743
Sewer and Water			$42,790			$42,790		$42,790
Telecommunications			$0			$0		$0
Insurance					$59,366	$59,366		$59,366
Amortization of capital assets								
Supported							$995,363	$995,363
Unsupported						$51,476		$51,476
Total Amortization						$51,476	$995,363	$1,046,839
Interest on capital debt								
Supported							$543,233	$543,233
Unsupported								$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$792,891	$289,423	$830,197	$145,490	$141,537	$2,251,014	$1,538,596	$3,789,610
SQUARE METRES								
School Buildings								45,520.0
Non School Buildings								2,900.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 52

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Karen Holloway	1.0	$17,952	$1,980	$0	$0	$0	$19,932	$9,921
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Ken Checkel	1.0	$11,578	$3,178	$0	$0	$0	$14,756	$7,625
Name	Dave Ellis	1.0	$7,665	$2,723	$0	$0	$0	$10,388	$2,834
Name	John Schofer	1.0	$8,523	$3,007	$0	$0	$0	$11,530	$3,987
Name	Patty Dittrick	1.0	$16,495	$1,841	$0	$0	$0	$18,336	$6,337
Name	Ruth Marshall	1.0	$11,645	$1,654	$0	$0	$0	$13,299	$5,136
Name	Yvette Cassidy	1.0	$8,928	$3,017	$0	$0	$0	$11,945	$4,750
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*7.0*	*$82,786*	*$17,400*	*$0*	*$0*	*$0*	*$100,186*	*$40,590*
Superintendent		1.0	$107,636	$10,940	$0	$0	$0	$118,576	$15,601
Superintendent			$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		1.0	$83,689	$13,823	$0	$0	$0	$97,512	$6,908
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		166.6	$11,406,170	$1,263,846	$0	$0	$0	$12,670,016	
Uncertificated Salaries & Wages		216.0	$4,024,336	$659,936	$0	$0	$0	$4,684,272	
TOTALS			**$15,704,617**	**$1,965,945**	**$0**	**$0**	**$0**	**$17,670,562**	

Note: Please refer to completion information on page 15.

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 4330

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

East Central Alberta Catholic Separate Schools Regional Division No 16
Name of School Jurisdiction

223 - 10 Street, Wainwright, Alberta T9W 1N7
Mailing Address

Phone (780) 842-3992 Fax (780) 842-5322
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules o East Central Alberta Catholic Separate Schools Regional Division No 16
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Myron Ganser	"Original Signed By"
Name	Signature

SUPERINTENDENT

David Keohane	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER

Iveta Paulik	"Original Signed By"
Name	Signature

November 24, 2003
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 4330

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Wilde & Company
CHARTERED ACCOUNTANTS

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VEGREVILLE, ALBERTA [illegible]

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AUDITORS' REPORT

To the Board of Trustees
East Central Alberta Catholic Separate School Regional Division #16

We have audited the statement of financial position of the East Central Alberta Catholic Separate School Regional Division #16 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

Vegreville, Alberta
October 30, 2003

Wilde & Company
Chartered Accountants

School Jurisdiction Code: 4330

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$921,801	$2,780,544
Accounts receivable (net after allowances)		$4,279,003	$3,095,970
Prepaid expenses		$198,296	$137,454
Other current assets		$0	$0
Total current assets		$5,399,100	$6,013,968
School generated assets		$272,192	$221,564
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Capital assets			
Land		$49,698	$49,698
Buildings	$14,979,391		
Less: accumulated amortization	($3,011,251)	$11,968,140	$6,167,624
Equipment	$73,817		
Less: accumulated amortization	$0	$73,817	$0
Vehicles	$212,400		
Less: accumulated amortization	($177,590)	$34,810	$47,050
Total capital assets		$12,126,465	$6,264,372
TOTAL ASSETS		$17,797,757	$12,499,904
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,210,809	$700,309
Deferred revenue		$675,470	$930,663
Deferred capital allocations		$1,024,522	$2,944,827
Current portion of all long term debt		$256,955	$284,048
Total current liabilities		$3,167,755	$4,859,847
School generated liabilities		$272,192	$221,564
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$1,307,838	$1,591,886
Less: Current portion of supported debt		($256,955)	($284,048)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$9,819,731	$3,285,848
Total long term liabilities		$11,142,807	$4,815,250
TOTAL LIABILITIES		$14,310,562	$9,675,097
NET ASSETS			
Unrestricted net assets		$929,376	$1,162,153
Operating Reserves		$1,057,021	$251,909
Accumulated Operating Surplus (Deficit)		$1,986,397	$1,414,062
Investment in capital assets		$998,916	$908,864
Capital Reserves		$501,882	$501,882
Total Capital Funds		$1,500,798	$1,410,746
Total net assets		$3,487,195	$2,824,808
TOTAL LIABILITIES AND NET ASSETS		$17,797,757	$12,499,905

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements

School Jurisdiction Code: 4330

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003 Restated	Actual 2002 Restated
REVENUES			
Alberta Learning	$16,629,178	$15,435,574	$16,143,906
Alberta Infrastructure	$1,386,655	$1,602,927	$643,197
Alberta Finance	$162,241	$162,241	$177,598
Other Government of Alberta	$2,044	$0	$27,800
Federal Government and/or First Nations	$620	$0	$7,095
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$112,110	$140,432	$102,069
Transportation fees	$10,650	$9,000	$8,985
Other sales and services	$378,975	$8,000	$2,222,213
Investment income	$41,241	$100,000	$91,469
Gifts and donations	$0	$0	$105,187
Rentals of facilities	$0	$0	$0
Net school generated funds	$498,921	$150,000	$381,170
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$316,087	$284,048	$215,550
Total Revenues	$19,538,723	$17,892,222	$20,126,239
EXPENSES			
Certificated salaries	$9,868,260	$9,708,635	$9,557,154
Certificated benefits	$996,180	$1,011,360	$998,111
Uncertificated salaries and wages	$1,914,081	$1,822,886	$1,952,983
Uncertificated benefits	$336,532	$385,492	$333,443
Services, contracts and supplies	$4,800,268	$4,515,960	$6,948,883
Net school generated funds	$498,921	$150,000	$381,170
Capital and debt services			
Amortization of capital assets			
Supported	$316,087	$284,048	$215,550
Unsupported	$60,022	$0	$57,351
Total Amortization of capital assets	$376,109	$284,048	$272,901
Interest on capital debt			
Supported	$162,241	$162,241	$177,598
Unsupported	$0	$0	$0
Total interest on capital debt	$162,241	$162,241	$177,598
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$18,952,593	$18,040,622	$20,622,243
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$586,130	($148,400)	($496,004)
Block BQRP revenue used for capital purposes	$76,257	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$662,387	($148,400)	($496,004)

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements

School Jurisdiction Code: 4330

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$662,387	($496,005)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($316,087)	($215,550)
Total amortization expense	$376,109	$272,901
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($1,183,033)	($2,330,193)
Prepaids and other current assets	($60,842)	($113,225)
Payables and accrued liabilities	$510,500	($4,835)
Deferred revenue	($255,193)	($150,979)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($266,160)	($3,037,886)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($6,164,385)	($3,099,337)
Equipment	($73,817)	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe) capital expenses written off due to fire	($463,399)	$0
Total sources (uses) of cash from Investing activities	($6,701,601)	($3,099,337)
C. FINANCING ACTIVITIES		
Capital allocations received	$5,109,017	$1,615,138
Issue of long term debt	$0	$0
Repayment of long term debt	($284,048)	($307,205)
Add back: supported portion	$284,048	$307,204
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$5,109,017	$1,615,137
Net sources (uses) of cash equivalents* during year	($1,858,743)	($4,522,086)
Cash Equivalents at the beginning of the year	$2,780,544	$7,302,630
Cash Equivalents at the end of the year	$921,801	$2,780,544

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code 4330

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$2,824,808	$908,864	$1,162,153	$753,791	$28,471	$0	$0	$461,882	$0	$214,348	$0	$9,090	$40,000	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$2,824,808	$908,864	$1,162,153	$753,791	$28,471	$0	$0	$461,882	$0	$214,348	$0	$9,090	$40,000	$0	$0
Surplus(def) of revenue over expenses	$662,387		$662,387												
Block BQRP funded capital transactions		$76,257	($76,257)												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$73,817	$0	($73,817)	($66,661)	$0	$0		$0	($7,156)	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($376,109)	$376,109												
Amortization of capital allocations		$316,087	($316,087)												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($878,929)	$878,929	$797,224		$69,478			$12,227		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$3,487,195	$998,916	$929,376	$1,558,903	$759,034	$0	$69,478	$461,882	$0	$219,419	$0	$9,090	$40,000	$0	$0

School Jurisdiction Code: 4330

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$2,944,827	$3,285,848
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$2,944,827	$3,285,848
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$81,169	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$57,008	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$4,970,840	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$284,048
Expended capital allocations - current year		($7,029,322)	$7,029,322
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$463,400
Capital allocations amortized to revenue			$316,087
Balance at August 31, 2003		$1,024,522	$9,819,731

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements

1. AUTHORITY AND PURPOSE

The school jurisdiction delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:
Buildings - 2.5 to 10%
Equipment - 20%
Vehicles - 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

f) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

g) Employee Future Benefits

The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2003 the recorded obligation is $63,000 (2002 - $63,000). The total expense recorded in the financial statements is $6,000 (2002 - $0).

h) Measurement Uncertainty

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from the estimates.

i) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs such as kindergarten, lunch services and the raising of school generated funds are delivered. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

3. CASH AND INVESTMENTS	**2003**	**2002**
Cash	$ 921,801	$ 398,478
Investments	-	2,382,066
	$ 921,801	$ 2,780,544

4. ACCOUNTS RECEIVABLE	**2003**	**2002**
Provincial government grants	$ 733,161	$ 631,671
Federal government	301,788	118,320
Alberta municipalities	123,216	268,069
Other accounts receivable	3,120,838	2,077,910
	$ 4,279,003	$ 3,095,970

5. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value **2003**	Net Book Value **2002**
Land	$ 49,698	$ -	$ 49,698	$ 49,698
Buildings	14,979,391	3,011,251	11,968,140	6,167,624
Equipment	73,817	-	73,817	-
Vehicles	212,400	177,590	34,810	47,050
	$ 15,315,306	$ 3,188,841	$ 12,126,465	$ 6,264,372

6. LONG TERM DEBT

	2003	2002
Debentures	$ 1,307,838	$ 1,591,886

Alberta Finance has assumed responsibility for repayment of all debentures and capital loans. All debentures are supported by Alberta Finance and payments are funded as they come due.

7. UNAMORTIZED CAPITAL ALLOCATIONS

	2003	2002
Opening balance	$ 3,285,848	$ 5,611,930
Debenture and loan principal repaid	284,048	307,204
Amortization for the year	(316,087)	(215,550)
Capital allocations	6,565,922	(2,417,736)
	$ 9,819,731	$ 3,285,848

8. OPERATING RESERVES

	Opening	Transfer to Reserve	Transfers From Reserves	Closing
Schools	$ 28,471	$ 797,225	$ (66,662)	$ 759,034
Administration	214,348	12,226	(7,156)	219,418
Operations/maintenance	-	145,735	(76,257)	69,478
Transportation	9,090	-	-	9,090
	$ 251,909	$ 955,186	$ (150,075)	$ 1,057,020

9. CAPITAL RESERVES

	Opening	Transfer to Reserve	Transfers From Reserves	Closing
Buildings	$ 233,000	$ -	$ -	$ 233,000
Equipment	228,882	-	-	228,882
Vehicles	40,000	-	-	40,000
	$ 501,882	$ -	$ -	$ 501,882

10. DISCLOSURE OF SALARY AND BENEFITS

	FTE	Salaries & Wages	Benefits, Allowances & Other	Total	Reimbursed Expenses
Myron Ganser (Chairman)	1	$ 6,855	$ 346	$ 7,201	$ 5,851
Dan Lapierre	1	4,425	3,346	7,771	3,218
Greg Barr	1	3,225	2,647	5,872	2,305
Chris Nichols	1	3,225	3,544	6,769	3,574
Larry Wasylik	1	6,375	1,352	7,727	4,841
Duane Nichols	1	6,600	3,677	10,277	6,289
Beth Breunig	1	3,600	3,567	7,167	3,505
Harry Loonen	1	2,925	269	3,194	1,723
David Keohane (Superintendent)	1	123,284	8,540	131,824	28,764
Marilyn Bachmann (Sec./Treas.)	0.5	29,450	74,088	103,538	2,344
Iveta Paulik (Sec./Treas.)	0.5	42,000	8,756	50,756	2,836
Salaries - Certificated	146.3	9,744,976	987,640	10,732,616	-
Salaries and Wages - Uncert.	67.3	1,735,010	305,330	2,040,340	-
		$ 11,711,950	$ 1,403,102	$ 13,115,052	$ 65,250

11. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

12. OPERATING LEASE COMMITMENTS

The future minimum annual operating lease payments are:

	2003
2004	$ 133,460
2005	71,960
2006	71,960
2007	8,580
	$ 285,960

13. FINANCIAL INSTRUMENTS

The jurisdiction's financial instruments consist of cash and short term investments, accounts receivable and accounts payable and accrued liabilities. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

14. COMPARATIVE FIGURES

The budget 2003 and the actual 2002 comparative figures have been reclassified where necessary to conform to actual 2003 presentation.

15. CONTINGENCIES

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called Genesis. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

Contingent Liability

The jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (Genesis). Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

Commitment

East Central Alberta Catholic Separate School Regional Division #16 is committed to operating Christ King Catholic School from kindergarten to Grade 7 in Stettler, commencing September 2003.

16. EXTRAORDINARY ITEM

Blessed Sacrament School was destroyed by fire on September 26, 2001. Capital costs from the prior year and to the date of the fire were written off. The related adjustments to unamortized capital allocations for the funding are reflected in these financial statements.

Included in operating revenue are the insurance and donation proceeds which are matched with the expenditures for the establishment of the temporary site, replacement of supplies, and other operating costs. These amounts are reflected in the Operations and Maintenance Block as the Alberta Learning Financial Statement format is not conducive to separate reporting as an extraordinary item. Operating revenues of approximately $463,000 are offset by expenditures of this amount.

Construction of the new school was started in October 2002, and East Central Alberta Catholic Separate School Regional Division #16 is committed to the replacement of Blessed Sacrament. The project will be fully funded by insurance proceeds.

17. SUBSEQUENT EVENT

Due to a decline in enrollment at the School of Hope, which occurred subsequent to year end, there will be an estimated additional cost to the division of between $250,000 and $300,000 for severance and related costs of downsizing for the 2003/04 school year.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

School Jurisdiction Code: 4330

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$14,627,590	$214,072	$14,413,518						
(2) Support block	$918,184				$68,735			$849,449	
(3) Instruction & support block reallocations	$0	($16,954)	$16,954		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$455,073	$0	$455,073						
(5) Student Health Initiative (SHI)	$0	$0	$0						
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$567,000	$0	$554,132					$12,868	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$61,331	$0	$61,331	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$16,629,178	$197,118	$15,501,008	$0	$68,735			$862,317	$0
Alberta Infrastructure									
(12) Expensed Block Mod. Block BQRP support	$463,400	$0	$0	$463,400					
(13) Operations & Maintenance support	$923,255			$923,255					
(14) Operations & Maintenance support (One-Time)	$0								
(15) **Total Alberta Infrastructure Revenue**	$1,386,655	$0	$0	$1,386,655					
(16) **Alberta Finance**	$162,241			$162,241	$0			$0	$0
(17) **Other - Government of Alberta**	$2,044	$0	$2,044	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$620	$0	$620	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$112,110	$0	$112,110						
(23) **Transportation fees**	$10,650				$10,650				
(24) **Other sales and services**	$378,975	$0	$8,111	$362,864	$0			$8,000	$0
(25) **Investment income**	$41,241	$0	$0	$0	$0			$41,241	$0
(26) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$498,921		$498,921					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$316,087		$0	$316,087	$0				$0
(31) **TOTAL REVENUES**	$19,538,723	$197,118	$16,122,815	$2,227,847	$79,385			$911,558	$0
EXPENSES									
(32) **Certificated salaries**	$9,868,260	$85,965	$9,648,498				$133,797	$133,797	$0
(33) **Certificated benefits**	$996,180	$10,346	$971,676				$14,158	$14,158	$0
(34) **Uncertificated salaries and wages**	$1,914,081	$76,367	$1,284,273	$183,561	$24,876	$37,230	$307,774	$345,004	$0
(35) **Uncertificated benefits**	$336,532	$15,903	$233,733	$31,910	$1,859	$18,748	$34,379	$53,127	$0
(36) **SUB - TOTAL**	$13,115,054	$188,582	$12,138,179	$215,471	$26,735	$55,978	$490,108	$546,087	$0
(37) **Services, contracts & supplies**	$4,800,268	$8,536	$2,980,757	$1,416,788	$40,941	$51,220	$302,025	$353,245	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$498,921		$498,921						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$316,087	$0	$0	$316,087	$0		$0	$0	$0
(41) Unsupported	$60,022	$0	$0	$47,782	$12,240	$0	$0	$0	$0
(42) Total Amortization	$376,109	$0	$0	$363,869	$12,240	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$162,241	$0	$0	$162,241	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$18,952,593	$197,118	$15,617,858	$2,158,369	$79,916	$107,198	$792,134	$899,332	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$586,130	$0	$504,957	$69,478	($531)			$12,227	$0
Applicable student numbers/FTE equivalent	3,338.9	69	3,304.4	2,854.6	20			3,338.9	
AVERAGE PROGRAM COSTS per student	$5,676	$2,857	$4,726	$756	$3,996			$269	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$7,888,659	$748,466	$0	$512,369	$185,935	$313,068	$0	$9,648,498
Certificated benefits	$799,871	$62,548	$0	$56,470	$17,598	$35,189	$0	$971,676
Uncertificated salaries and wages	$235,370	$620,174	$0	$88,764	$299,816	$40,149	$0	$1,284,273
Uncertificated benefits	$44,707	$110,480	$0	$16,910	$53,568	$8,068	$0	$233,733
SUB - TOTAL REMUNERATION	$8,968,607	$1,541,669	$0	$674,513	$556,917	$396,474	$0	$12,138,179
Services, contracts & supplies	$2,252,819	$455,443	$0	$121,176	$83,455	$67,863	$0	$2,980,757
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$498,921							$498,921
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$11,720,348	$1,997,113	$0	$795,689	$640,372	$464,336	$0	$15,617,858
FTE Certificated				8.7	3.8			
FTE Uncertificated				3.1	13.6			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$12,712,948	$959,205	$509,697	$16,954	$14,198,804	$11,959,307	$2,239,497
School Admin & Instruction Support Expenses						$1,997,113	($1,997,113)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$12,712,948	$959,205	$509,697	$16,954	$14,198,804	$13,956,419	$242,385
Sub-Programs & Initiatives							
Severely Disabled	$539,391		$0		$539,391	$640,372	($100,981)
English as a Second Language	$9,689				$9,689	$7,648	$2,041
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$293,722				$293,722		$293,722
Growth & Density	$11,270				$11,270		$11,270
Teacher Assistants Program	$57,741				$57,741	$44,342	$13,399
Early Literacy Initiative (K-2)	$102,357				$102,357	$188,361	($86,004)
Learning Resources Credit & Resources for the Classroom	$22,816	$111,331	$112,110		$246,257	$196,256	$50,001
Technology Integration	$156,721		$0		$156,721	$213,879	($57,158)
French Language Program & Francisation (all jurisdictions)	$2,738		$0		$2,738	$2,738	$0
Home Education	$504,125		$0		$504,125	$367,843	$136,282
Total Sub-Programs & Initiatives	$1,700,569		$112,110		$1,924,010	$1,661,439	$262,572
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$14,413,518	$1,070,536	$621,807	$16,954	$16,122,815	$15,617,858	$504,957

School Jurisdiction Code: 4330

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$214,072	$14,413,518		$68,735	$849,449	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of | *$14,627,590* | = | *$292,552* | *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	($16,954)	$16,954				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($16,954)	$16,954		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 4330

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$14,470,869
Support Block - Transportation	$68,735
SUBTOTAL	$14,539,604
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$923,255
Teacher Salary Enhancement	$567,000
Other Alberta Learning revenues (Describe) Less 1999 One time grant	-$159,643
Other - Government of Alberta (Excluding Alberta Finance)	$2,044
Federal government/First Nations	$620
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$378,975
Interest on investments	$41,241
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$316,087
School generated funds (Schedule E)	$518,040
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$17,127,224**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and ov = 4%	**5.57%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$953,507
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$953,507**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$899,332
PLUS: transfers to Restricted - Operating (Board/System Administration)	$12,227
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$911,559
Maximum Expense Limit for Board & System Administration (Step 3)	$953,507
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$41,948

School Jurisdiction Code: 4330

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1)		$221,564
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$518,040	
Less: SGF - related cost recoveries (Note 3)	$0	
- capitalized at the District level (Note 4)	$0	
Net Total	$518,040	
Plus: Donations Received (Note 5)	$31,509	
Equals: Net Additions to SGF		$549,549
Net SGF Available for discretionary spending		$771,113
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$498,921
Unexpended SGF - Closing Balance August 31, 2003		$272,192

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance, cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF

School Jurisdiction Code: 4330

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$162,810	$0	$10,376	$0	$10,376	$183,561		$183,561
Uncertificated benefits	$28,759	$0	$1,575	$0	$1,575	$31,910		$31,910
Sub-total Remuneration	$191,569	$0	$11,951	$0	$11,951	$215,471		$215,471
Contracted Services	$173,724	$146,003	$0	$718,777	$12,780	$1,051,285		$1,051,285
Supplies		$34,855		$0	$37	$34,892		$34,892
Electricity			$99,836			$99,836		$99,836
Natural Gas/Heating Fuel			$140,590			$140,590		$140,590
Sewer and Water			$22,301			$22,301		$22,301
Telecommunications			$0			$0		$0
Insurance					$67,885	$67,885		$67,885
Amortization of capital assets								
Supported							$316,087	$316,087
Unsupported						$47,782		$47,782
Total Amortization						$47,782	$316,087	$363,869
Interest on capital debt								
Supported							$162,241	$162,241
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$365,293	$180,859	$274,678	$718,777	$92,652	$1,680,041	$478,328	$2,158,369
SQUARE METRES								
School Buildings								17,274.0
Non School Buildings								0.0

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components

Utilities & Telecommunications: All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications

Expensed Block Mod/BQRP & Portable Relocations: All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations

Facility Planning & Operations Maintenance: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 4330

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Myron Genser	1.0	$6,855	$346	$0	$0	$0	$7,201	$5,851
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Dan Lapierre	1.0	$4,425	$3,346	$0	$0	$0	$7,771	$3,218
Name	Greg Barr	1.0	$3,225	$2,647	$0	$0	$0	$5,872	$2,305
Name	Chris Nichols	1.0	$3,225	$3,544	$0	$0	$0	$6,769	$3,574
Name	Larry Wasyak	1.0	$6,375	$1,352	$0	$0	$0	$7,727	$4,841
Name	Duane Nichols	1.0	$6,600	$3,677	$0	$0	$0	$10,277	$6,289
Name	Beth Breunig	1.0	$3,600	$3,567	$0	$0	$0	$7,167	$3,505
Name	Harry Loonen	1.0	$2,925	$269	$0	$0	$0	$3,194	$1,723
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*8.0*	*$37,230*	*$18,748*	*$0*	*$0*	*$0*	*$55,978*	*$31,305*
Superintendent	David Keohane	1.0	$123,284	$8,540	$0	$0	$0	$131,825	$28,764
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Marilyn J. Bachmann	0.5	$29,450	$3,698	$0	$0	$70,390	$103,538	$2,344
Secretary/Treasurer	Iveta Paulik	0.5	$42,000	$5,756	$3,000	$0	$0	$50,756	$2,836
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		146.3	$9,744,976	$987,640	$0	$0	$0	$10,732,616	
Uncertificated Salaries & Wages		67.3	$1,735,010	$305,330	$0	$0	$0	$2,040,340	
TOTALS			**$11,711,950**	**$1,329,713**	**$3,000**	**$0**	**$70,390**	**$13,115,053**	

Note: Please refer to completion information on page 15

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code 8060

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

East Central Francophone Education Region No. 3

Name of School Jurisdiction

Box 249 St-Paul, AB T0A 3B0

Mailing Address

telephone: 780-645-3888 Fax Numbers: 780-645-2045

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules (East Central Francophone Education Region No. 3
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Léo Piquette — "Original Signed By"
Name — **Signature**

SUPERINTENDENT

Jules Rocque — "Original Signed By"
Name — **Signature**

SECRETARY TREASURER OR TREASURER

Claude Lampron — "Original Signed By"
Name — **Signature**

27-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

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(JMD) **Joly, McCarthy & Dion**

CHARTERED
ACCOUNTANTS

B.N. 135822631

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AUDITORS' REPORT

TO THE BOARD OF TRUSTEES

East Central Francophone Education Region No. 3

We have audited the statement of financial position of the East Central Francophone Education Region No. 3 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

ST. PAUL, ALBERTA
November 19, 2003

Joly McCarthy & Dion
CHARTERED ACCOUNTANTS

CA

School Jurisdiction Code: 8060

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$4,941,698	$7,704,715
Accounts receivable (net after allowances)		$812,124	$288,497
Prepaid expenses		$48,236	$41,298
Other current assets		$0	$0
Total current assets		$5,802,058	$8,034,510
School generated assets		$49,336	$47,209
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Capital assets			
Land		$126,554	$98,554
Buildings	$9,930,920		
Less: accumulated amortization	($1,564,872)	$8,366,048	$8,033,915
Equipment	$590,393		
Less: accumulated amortization	($214,679)	$375,714	$158,910
Vehicles	$56,376		
Less: accumulated amortization	$0	$56,376	$0
Total capital assets		$8,924,692	$8,291,379
TOTAL ASSETS		$14,776,086	$16,373,098
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$94,334	$1,346,384
Deferred revenue		$277,043	$197,430
Deferred capital allocations		$5,442,727	$5,731,737
Current portion of all long term debt		$47,676	$53,123
Total current liabilities		$5,861,780	$7,328,674
School generated liabilities		$49,336	$47,209
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$82,371	$135,494
Less: Current portion of supported debt		($41,186)	($53,123)
Unsupported: Debentures and Capital Loans		$26,501	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($6,490)	$0
Unamortized capital allocations		$8,459,932	$7,857,676
Total long term liabilities		$8,570,464	$7,987,256
TOTAL LIABILITIES		$14,432,244	$15,315,930
NET ASSETS			
Unrestricted net assets		($12,046)	$272,405
Operating Reserves		$0	$236,553
Accumulated Operating Surplus (Deficit)		($12,046)	$508,958
Investment in capital assets		$355,888	$298,210
Capital Reserves		$0	$250,000
Total Capital Funds		$355,888	$548,210
Total net assets		$343,842	$1,057,168
TOTAL LIABILITIES AND NET ASSETS		$14,776,086	$16,373,098

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 8060

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$4,350,462	$4,181,233	$4,584,487
Alberta Infrastructure	$720,010	$519,257	$336,521
Alberta Finance	$12,805	$0	$13,155
Other Government of Alberta	$7,000	$22,240	$13,935
Federal Government and/or First Nations	$18,277	$16,505	$25,927
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$11,081	$0	$5,960
Instruction resource fees	$24,181	$22,990	$23,236
Transportation fees	$2,915	$2,200	$3,821
Other sales and services	$0	$0	$0
Investment income	$19,961	$40,000	$47,583
Gifts and donations	$0	$0	$0
Rentals of facilities	$0	$0	$0
Net school generated funds	$44,526	$147,000	$57,225
Gains on disposal of capital assets	$0	$0	$1,771
Amortization of capital allocations	$271,717	$210,777	$284,201
Total Revenues	$5,482,935	$5,162,202	$5,397,822
EXPENSES			
Certificated salaries	$2,827,231	$2,792,193	$2,438,765
Certificated benefits	$341,700	$319,257	$292,069
Uncertificated salaries and wages	$808,596	$928,105	$722,381
Uncertificated benefits	$196,855	$192,665	$119,655
Services, contracts and supplies	$1,711,531	$1,278,246	$1,615,038
Net school generated funds	$44,526	$147,000	$57,225
Capital and debt services			
Amortization of capital assets			
Supported	$271,717	$210,777	$284,201
Unsupported	$13,026	$41,786	$6,097
Total Amortization of capital assets	$284,743	$252,563	$290,298
Interest on capital debt			
Supported	$8,435	$0	$13,155
Unsupported	$0	$0	$0
Total Interest on capital debt	$8,435	$0	$13,155
Other interest charges	$644	$715	$577
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$6,224,261	$5,910,744	$5,549,163
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($741,326)	($748,542)	($151,341)
Block BQRP revenue used for capital purposes	$0	$0	$41,648
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($741,326)	($748,542)	($109,693)

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 8060

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($741,326)	($109,693)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($271,717)	($284,201)
Total amortization expense	$284,743	$290,298
Gains on disposal of capital assets	$0	($1,771)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($523,627)	($186,493)
Prepaids and other current assets	($6,938)	($673)
Payables and accrued liabilities	($1,252,050)	$1,250,481
Deferred revenue	$79,613	$45,793
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($2,431,302)	$1,003,741
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	($38,145)
Buildings	($559,485)	($4,192,987)
Equipment	($274,195)	($49,738)
Vehicles	($56,376)	$0
Net proceeds from disposal of capital assets	$0	$5,000
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($890,056)	($4,275,870)
C. FINANCING ACTIVITIES		
Capital allocations received	$531,840	$2,908,498
Issue of long term debt	$32,450	$0
Repayment of long term debt	($59,072)	($53,122)
Add back: supported portion	$53,123	$53,122
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$558,341	$2,908,498
Net sources (uses) of cash equivalents* during year	($2,763,017)	($363,631)
Cash Equivalents at the beginning of the year	$7,704,715	$8,068,346
Cash Equivalents at the end of the year	$4,941,698	$7,704,715

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 8060

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
				TOTAL	RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$1,057,168	$298,210	$272,405	$486,553	$194,133	$0	$0	$0	$250,000	$181	$0	$42,239	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$1,057,168	$298,210	$272,405	$486,553	$194,133	$0	$0	$0	$250,000	$181	$0	$42,239	$0	$0	$0
Surplus(def) of revenue over expenses	($741,326)		($741,326)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$36,756	($36,756)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$28,000	$28,000													
Amortization of capital assets		($284,743)	$284,743												
Amortization of capital allocations		$271,717	($271,717)												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$5,948	($5,948)												
Net transfers to operating reserves			($139,694)	$139,694	$0		$139,694			$0		$0		$0	
Net transfers from operating reserves			$376,247	($376,247)	($194,133)		($139,694)			($181)		($42,239)		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$250,000	($250,000)		$0			($250,000)		$0		$0		$0
Balance at August 31, 2003	$343,842	$355,888	($12,046)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 8060

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$5,731,737	$7,857,676
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$5,731,737	$7,857,676
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$378,764	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$153,076	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets			
Insurance proceeds			
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$53,123
Expended capital allocations - current year		($820,850)	$820,850
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$271,717
Balance at August 31, 2003		$5,442,727	$8,459,932

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2002

1. Authority and Purpose

The School Jurisdiction delivers education programs under the authority of the School Act chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

The jurisdiction is exempt from tax under the Income Tax Act.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

a) Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the contributions.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

2. Summary of Significant Accounting Policies (continued)

b) Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings (previously owned)	4-12%
Buildings (new and major modernization)	2.5-4%
Equipment	20%

Only capital assets with costs in excess of $5,000 are capitalized. The amortization of the asset will commence in the fiscal year following the year of acquisition. All capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trips, etc.).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

f) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school jurisdiction to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school-generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

g) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

2. Summary of Significant Accounting Policies (continued)

h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

i) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the East Central Francophone Education Region No. 3 does not make pension contributions for certified staff.

The school board along with the active uncertified members contribute to an RRSP plan. The employer expense for this pension plan is $42,456 for the year ended August 31, 2003.

3. Accounts Receivable

	2003	2002
Province of Alberta	$ 711,375	$ 37,123
Other Alberta School Jurisdictions	--	18,053
Other	100,749	233,321
	$ 812,124	$ 288,497

4. Accounts Payable and Accrued Liabilities

	2003	2002
Other Alberta School Jurisdictions	$ 6,644	$ 2,434
Other	87,690	1,343,950
	$ 94,334	$ 1,346,384

5. Deferred Revenue

	2003	2002
One-time operation and maintenance support	$ 120,482	$ --
Building Quality Restoration Program (BQRP)	103,994	137,819
One-time funding 2002-03	--	22,934
School startup funding	--	15,488
Other	--	21,189
Modernization block funding	52,567	--
	$ 277,043	$ 197,430

6. Long Term Debt

	2003	2002
Debenture - Supported Alberta Municipal Financing Corporation debenture due in the year 2005, payable in annual instalments of $41,186 plus interest at an average rate of 9.2%. Secured by School Jurisdiction assets	$ 82,371	$ 123,557
Alberta Municipal Financing Corporation debenture, due in year 2003, payable in annual instalments of $1,215 plus interest at a fixed rate of 9.25%. Secured by School Jurisdiction assets	-	1,215
Capital Loan - Supported Alberta Treasury Branch capital loan, due in year 2003 payable in annual instalments of $10,722 plus interest at an average rate of 4.5%. Secured by School Jurisdiction assets	--	10,722
GMAC Loan – Unsupported GMAC loan, due in year 2008 payable $541 monthly without interest. Secured by vehicle.	26,501	--
	108,872	135,494
Less: Current portion of long term debt	45,891	53,123
	$ 59,981	$ 82,371

The principal due over the next five years are as follows:

	Supported	Unsupported	Total
2004	$ 41,186	$ 6,490	$ 47,676
2005	41,185	6,490	47,675
2006	--	6,490	6,490
2007	--	6,490	6,490
2008	--	541	541
	$ 82,371	$ 26,501	$ 108,872

The debenture debt is fully supported by Alberta Finance. The current portion of supported long-term debt consists of amounts payable by Alberta Finance; therefore, the working capital is understated by this amount.

7. Internally Restricted Net Assets

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the board.

7. Internally Restricted Net Assets (continued)

	2002	Appropriated	Used	2003
Operating Reserves				
School	$ 194,133	$ --	$ 194,133	$ --
Operations and maintenance	--	139,695	139,695	--
Board and system admin.	181	--	181	--
Transportation	42,239	--	42,239	
	$ 236,553	$ 139,695	$ 376,248	$ --
Capital Reserves				
Equipment	$ 250,000	$ --	$ 250,000	$ --

8. Related Party Transactions

Alberta Learning and Alberta Infrastructure significantly influences the School jurisdiction on managerial issues and funding allocations. Funding from Alberta Learning and Infrastructure is provided from their General Revenue Fund and different Federal-Provincial agreements.

9. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

10. Commitments

a) Leases
The school jurisdiction currently leases its administration offices. The future minimum payments under this operating lease is as follows:

2004	$ 7,800
2005	7,800
2006	7,800
2007	7,800
2008	7,800
Thereafter	16,900
	$ 55,900

b) Building Projects
The jurisdiction is committed to further capital expenditures for the completion of the addition at Ecole Beauséjour of approximately $169,000. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

11. Contingencies

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called MLAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

12. Land Purchase

The school jurisdiction spent $28,000 of capital funding for the purchase of land. As the land was purchased with a restricted contribution which will not be amortized, there will be no expense with which to match the contribution. As a result, this contribution was recognized as a direct increase in net assets invested in capital assets in the statement of changes in net assets.

School Jurisdiction Code: 8060

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$3,141,873	$161,235	$2,980,638						
(2) Support block	$965,708				$635,708			$330,000	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$54,934	$0	$54,934						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$143,000	$5,472	$132,608					$4,920	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$44,947	$0	$44,947	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$4,350,462	$166,707	$3,213,127	$0	$635,708			$334,920	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$84,283	$0	$0	$84,283					
(13) Operations & Maintenance support	$590,957			$590,957					
(14) Operations & Maintenance support (One-Time)	$44,770			$44,770					
(15) **Total Alberta Infrastructure Revenue**	$720,010	$0	$0	$720,010					
(16) **Alberta Finance**	$12,805			$12,805	$0			$0	$0
(17) **Other - Government of Alberta**	$7,000	$0	$7,000	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$18,277	$0	$16,629	$1,648	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$11,081	$0	$11,081	$0	$0			$0	$0
(22) **Instruction resource fees**	$24,181	$2,290	$21,891						
(23) **Transportation fees**	$2,915				$2,915				
(24) **Other sales and services**	$0	$0	$0	$0	$0			$0	$0
(25) **Investment income**	$10,981	$0	$10,981	$0	$0			$0	$0
(26) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$44,526		$44,526					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$271,717		$52,020	$219,697	$0				$0
(31) **TOTAL REVENUES**	$5,482,935	$168,997	$3,386,235	$954,160	$638,623			$334,920	$0
EXPENSES									
(32) **Certificated salaries**	$2,827,231	$261,454	$2,480,777				$85,000	$85,000	$0
(33) **Certificated benefits**	$341,700	$35,195	$297,936				$8,569	$8,569	$0
(34) **Uncertificated salaries and wages**	$808,598	$58,433	$606,678	$29,413	$23,173	$21,305	$69,596	$90,901	$0
(35) **Uncertificated benefits**	$196,853	$19,429	$157,088	$4,413	$3,978	$0	$11,937	$11,937	$0
(36) **SUB - TOTAL**	$4,174,382	$374,511	$3,542,487	$33,826	$27,151	$21,3	$175,102	$196,407	$0
(37) **Services, contracts & supplies**	$1,711,531	$24,836	$379,370	$544,854	$624,494	$14,398	$123,579	$137,977	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$44,526		$44,526						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$271,717	$0	$52,020	$219,697	$0		$0	$0	$0
(41) Unsupported	$13,026	$0	$5,372	$7,654	$0	$0	$0	$0	$0
(42) Total Amortization	$284,743	$0	$57,392	$227,351	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$8,435	$0	$0	$8,435	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$644	$0	$0	$0	$0		$644	$644	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$6,224,261	$399,347	$4,023,775	$814,466	$651,645	$35,703	$299,325	$335,028	$0
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($741,326)	($230,350)	($637,540)	$139,694	($13,022)			($108)	$0
Applicable student numbers/FTE equivalent	471.5	45	449.0	469.5	373			471.5	
AVERAGE PROGRAM COSTS per student	$13,201	$8,874	$8,962	$1,735	$1,747			$711	

School Jurisdiction Code: 8060

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$2,114,761	$298,242	$67,774	$0	$0	$0	$0	$2,480,777
Certificated benefits	$258,889	$33,068	$5,979	$0	$0	$0	$0	$297,936
Uncertificated salaries and wages	$103,050	$164,400	$45,122	$94,092	$121,408	$78,604	$0	$606,676
Uncertificated benefits	$20,859	$51,227	$5,291	$24,989	$33,492	$21,240	$0	$157,098
SUB - TOTAL REMUNERATION	$2,497,559	$546,937	$124,166	$119,081	$154,900	$99,844	$0	$3,542,487
Services, contracts & supplies	$244,676	$77,306	$31,403	$0	$25,707	$278	$0	$379,370
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$44,526							$44,526
Amortization of capital assets								
Supported	$52,020	$0	$0					$52,020
Unsupported	$5,372	$0	$0					$5,372
Total Amortization	$57,392	$0	$0					$57,392
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$2,844,153	$624,243	$155,569	$119,081	$180,607	$100,122	$0	$4,023,775
FTE Certificated				0.0	0.0			
FTE Uncertificated				5.0	6.0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$1,972,553	$220,676	$151,217	$0	$2,344,446	$2,710,164	($365,718)
School Admin & Instruction Support Expenses						$624,243	($624,243)
System Instruction Support Expenses						$155,569	($155,569)
Total Basic Instruction	$1,972,553	$220,676	$151,217	$0	$2,344,446	$3,489,976	($1,145,530)
Sub-Programs & Initiatives							
Severely Disabled	$108,236		$0		$108,236	$180,607	($72,371)
English as a Second Language	$51,262				$51,262	$78,706	($27,444)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$643,287				$643,287		$643,287
Growth & Density	$12,416				$12,416		$12,416
Teacher Assistants Program	$10,537				$10,537	$10,537	$0
Early Literacy Initiative (K-2)	$20,843				$20,843	$37,487	($16,644)
Learning Resources Credit & Resources for the Classroom	$4,182	$11,813	$21,891		$37,886	$60,928	($23,042)
Technology Integration	$19,264		$0		$19,264	$54,335	($35,071)
French Language Program & Francisation (all jurisdictions)	$136,376		$0		$136,376	$109,490	$26,886
Home Education	$1,682		$0		$1,682	$1,710	($28)
Total Sub-Programs & Initiatives	$1,008,085		$21,891		$1,041,789	$533,800	$507,989
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$2,980,638	$232,489	$173,108	$0	$3,386,235	$4,023,775	($637,540)

School Jurisdiction Code: 8060

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$161,235	$2,980,638		$635,708	$330,000	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Not	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of | *$3,141,873* | = | *$62,837* | *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 8060

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$3,122,609
Support Block - Transportation	$635,708
SUBTOTAL	$3,758,317
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$590,957
Teacher Salary Enhancement	$143,000
Other Alberta Learning revenues (Describe) one-time	$33,134
Other - Government of Alberta (Excluding Alberta Finance)	$7,000
Federal government/First Nations	$18,277
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$11,081
Other sales and services	$0
Interest on investments	$19,961
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$271,717
School generated funds (Schedule E)	$188,266
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$5,041,710**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$302,503
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	334,920	$334,920
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$334,920**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$335,028
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$181
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$334,847
Maximum Expense Limit for Board & System Administration (Step 3)	$334,920
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$73

School Jurisdiction Code: 8060

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1)		$47,209
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$188,266	
Less: SGF - related cost recoveries (Note 3)	$141,613	
- capitalized at the District level (Note 4)	$0	
Net Total	$46,653	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$46,653
Net SGF Available for discretionary spending		$93,862
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$44,526
Unexpended SGF - Closing Balance August 31, 2003		$49,336

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 8060

SCHEDULE F to the AFS

Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$6,240	$0	$0	$23,173	$29,413		$29,413
Uncertificated benefits	$0	$435	$0	$0	$3,978	$4,413		$4,413
Sub-total Remuneration	$0	$6,675	$0	$0	$27,151	$33,826		$33,826
Contracted Services	$139,364	$0	$0	$0	$14,313	$153,677		$153,677
Supplies	$0	$109,453	$0	$84,283	$12,039	$205,775		$205,775
Electricity			$59,647			$59,647		$59,647
Natural Gas/Heating Fuel			$81,449			$81,449		$81,449
Sewer and Water			$8,547			$8,547		$8,547
Telecommunications			$2,597			$2,597		$2,597
Insurance					$33,162	$33,162		$33,162
Amortization of capital assets								
Supported							$219,697	$219,697
Unsupported						$7,654		$7,654
Total Amortization						$7,654	$219,697	$227,351
Interest on capital debt								
Supported							$8,435	$8,435
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$139,364	$116,128	$152,240	$84,283	$86,665	$586,334	$228,132	$814,466
SQUARE METRES								
School Buildings								12,020.2
Non School Buildings								0.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenes related to electrictly, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 8060

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Léo Piquette	1.0	$9,170	$0	$0	$0	$0	$9,170	$7,646
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Guy Palin	1.0	$2,460	$0	$0	$0	$0	$2,460	$1,533
Name	Ernest Piquette	1.0	$3,000	$0	$0	$0	$0	$3,000	$1,043
Name	Murielle St-Arnault	1.0	$3,185	$0	$0	$0	$0	$3,185	$1,405
Name	Réginald Roy	1.0	$3,490	$0	$0	$0	$0	$3,490	$2,771
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*5.0*	*$21,305*	*$0*	*$0*	*$0*	*$0*	*$21,305*	*$14,398*
Superintendent	Jules Rocque	1.0	$85,000	$8,569	$0	$0	$0	$93,569	$12,864
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Claude Lampron	1.0	$48,077	$8,183	$0	$0	$0	$56,260	$14,095
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		46.3	$2,742,231	$333,131	$0	$0	$0	$3,075,362	
Uncertificated Salaries & Wages		34.0	$739,214	$188,672	$0	$0	$0	$927,886	
TOTALS			**$3,635,827**	**$538,555**	**$0**	**$0**	**$0**	**$4,174,382**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 8060

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 110

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Edmonton Catholic Separate School District No. 7
Name of School Jurisdiction

9807-106 Street, Edmonton, Alberta T5K 1C2
Mailing Address

Tel 780-441-6000 Fax 780-441-6149
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Edmonton Catholic Separate School District No. 7 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Charlie Koester	"Original signed by"
Name	**Signature**

SUPERINTENDENT

Dale Ripley	"Original signed by"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Andrew Isbister	"Original signed by"
Name	**Signature**

8-Dec-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 110

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Deloitte
& Touche

Auditors' Report

To the Board of Trustees
Edmonton Catholic Separate School District No. 7

We have audited the statement of financial position of Edmonton Catholic Separate School District No. 7 as at August 31, 2003, and the statements of revenues and expenses, cash flow, capital allocations and changes in net assets for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at August 31, 2003, and the results of its operations, capital allocations and changes in net assets for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Original Signed

Chartered Accountants

October 24, 2003

School Jurisdiction Code: 110

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002 Restated
ASSETS			
Current assets			
Cash and temporary investments		$24,050,456	$50,908,294
Accounts receivable (net after allowances)		$12,562,716	$10,463,285
Prepaid expenses		$1,499,017	$1,590,991
Other current assets		$361,064	$370,415
Total current assets		$38,473,253	$63,332,985
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Capital assets			
Land		$4,836,798	$4,836,798
Buildings	$192,537,246		
Less: accumulated amortization	($104,240,124)	$88,297,122	$67,156,509
Equipment	$9,643,157		
Less: accumulated amortization	($6,399,018)	$3,244,139	$3,174,892
Vehicles	$1,208,000		
Less: accumulated amortization	($884,175)	$323,825	$386,065
Total capital assets		$96,701,884	$75,554,264
TOTAL ASSETS		$135,175,137	$138,887,249
LIABILITIES			
Current liabilities			
Bank indebtedness		$4,972,826	$4,996,124
Accounts payable and accrued liabilities		$20,303,150	$24,083,845
Deferred revenue		$6,820,946	$5,751,745
Deferred capital allocations		$31,270,228	$25,760,470
Current portion of all long term debt		$2,719,280	$3,195,403
Total current liabilities		$66,086,430	$63,787,587
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$13,662,821	$16,858,224
	Less: Current portion of supported debt	($2,719,280)	($3,195,403)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$42,730,394	$43,588,616
Total long term liabilities		$53,673,935	$57,251,437
TOTAL LIABILITIES		$119,760,365	$121,039,024
NET ASSETS			
Unrestricted net assets		$4,975,107	$7,262,038
Operating Reserves		$488,107	$641,737
Accumulated Operating Surplus (Deficit)		$5,463,214	$7,903,775
Investment in capital assets		$8,661,808	$8,654,700
Capital Reserves		$1,289,750	$1,289,750
Total Capital Funds		$9,951,558	$9,944,450
Total net assets		$15,414,772	$17,848,225
TOTAL LIABILITIES AND NET ASSETS		$135,175,137	$138,887,249

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 110

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$176,616,886	$172,454,251	$178,828,126
Alberta Infrastructure	$20,292,912	$21,013,452	$10,671,592
Alberta Finance	$1,527,480	$0	$1,803,236
Other Government of Alberta	$12,709	$0	$194,654
Federal Government and/or First Nations	$641,093	$0	$1,198,950
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$215,789	$0	$419,756
Instruction resource fees	$6,298,433	$1,809,234	$4,494,740
Transportation fees	$2,062,043	$2,110,000	$1,960,586
Other sales and services	$3,679,539	$60,000	$3,986,597
Investment income	$1,117,719	$600,000	$1,443,133
Gifts and donations	$7,571	$357,935	$14,477
Rentals of facilities	$2,086,046	$1,900,000	$2,003,441
Net school generated funds	$3,375,929	$463,327	$3,627,501
Gains on disposal of capital assets	$100	$0	$4,406
Amortization of capital allocations	$4,075,023	$4,000,000	$4,561,008
Total Revenues	$222,009,272	$204,768,199	$215,212,203
EXPENSES			
Certificated salaries	$110,480,725	$108,861,307	$108,731,943
Certificated benefits	$11,868,618	$13,063,357	$11,741,877
Uncertificated salaries and wages	$38,475,390	$34,034,406	$35,337,432
Uncertificated benefits	$6,869,425	$4,594,645	$6,077,209
Services, contracts and supplies	$46,546,426	$34,614,728	$43,169,586
Net school generated funds	$3,375,929	$463,327	$3,627,501
Capital and debt services			
Amortization of capital assets			
Supported	$4,075,023	$4,000,000	$4,561,008
Unsupported	$1,177,736	$0	$1,294,964
Total Amortization of capital assets	$5,252,759	$4,000,000	$5,855,972
Interest on capital debt			
Supported	$1,527,480	$2,250,000	$1,803,236
Unsupported	$0	$0	$0
Total interest on capital debt	$1,527,480	$2,250,000	$1,803,236
Other interest charges	$13,450	$0	$35,413
Losses on disposal of capital assets	$32,523	$0	$54,118
Total Expenses	$224,442,725	$201,881,770	$216,434,287
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($2,433,453)	$2,886,429	($1,222,084)
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($2,433,453)	$2,886,429	($1,222,084)

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 110

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($2,433,453)	($1,222,084)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($4,075,023)	($4,561,008)
Total amortization expense	$5,252,759	$5,855,972
Gains on disposal of capital assets	($100)	($4,406)
Losses on sale of capital assets	$32,523	$54,118
Changes in accrued accounts:		
Accounts receivable	($2,099,431)	($17,361)
Prepaids and other current assets	$101,325	$23,823
Payables and accrued liabilities	($3,780,695)	$3,989,522
Deferred revenue	$1,069,201	$790,777
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$160,015
Total sources (uses) of cash from Operations	($5,932,894)	$5,069,368
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($25,215,636)	($6,455,487)
Equipment	($1,165,274)	($863,238)
Vehicles	($51,992)	($42,878)
Net proceeds from disposal of capital assets	$100	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($26,432,802)	($7,361,603)
C. FINANCING ACTIVITIES		
Capital allocations received	$5,531,156	$23,156,959
Issue of long term debt	$0	$0
Repayment of long term debt	($3,195,403)	($3,858,070)
Add back: supported portion	$3,195,403	$3,858,070
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$5,531,156	$23,156,959
Net sources (uses) of cash equivalents* during year	($26,834,540)	$20,864,724
Cash Equivalents at the beginning of the year	$45,912,170	$25,047,446
Cash Equivalents at the end of the year	$19,077,630	$45,912,170

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 110

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2003

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$17,848,225	$8,654,700	$7,262,038	$1,931,487	$0	$0	$0	$1,289,750	$0		$0	$641,737	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$17,848,225	$8,654,700	$7,262,038	$1,931,487	$0	$0	$0	$1,289,750	$0	$0	$0	$641,737	$0	$0	$0
Surplus(def) of revenue over expenses	($2,433,453)		($2,433,453)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$1,217,267	($1,217,267)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($5,252,759)	$5,252,759												
Amortization of capital allocations		$4,075,023	($4,075,023)												
Disposal of unsupported capital assets	$0	($32,423)	$32,423	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers from operating reserves			$153,630	($153,630)	$0		$0			$0		($153,630)		$0	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$15,414,772	$8,661,808	$4,975,107	$1,777,857	$0	$0	$0	$1,289,750	$0	$0	$0	$488,107	$0	$0	$0

School Jurisdiction Code: 110

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$25,760,470	$43,588,616
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$25,760,470	$43,588,616
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$5,531,156	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$3,195,403
Expended capital allocations - current year		($21,398)	$21,398
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$4,075,023
Balance at August 31, 2003		$31,270,228	$42,730,394

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

1. AUTHORITY AND PURPOSE

The Edmonton Catholic Separate School District No. 7 (the District) operates under the provisions of the *School Act*, Chapter S-3, Statutes of Alberta, January 1, 2002, and through its own bylaws. The District is directed by an elected Board of Trustees, has approximately 3,000 employees and 81 schools, and is responsible for the education of approximately 31,000 students.

The District receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the District, within specified limits, to reallocate funding between the instruction and support blocks.

2. ACCOUNTING POLICIES

These financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school districts. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue recognition

Revenue is recognized as follows:

(i) Government operating grants are recognized as revenue, either in the period received, or, where the grants relate to a future period, they are deferred and recognized in the subsequent period. Revenues received for the provision of goods and services are recognized in the period in which the goods are provided or the services rendered.

(ii) Contributions restricted for the acquisition of capital assets having a limited life and for retirement of capital debt are recorded as deferred capital contributions. Once expended, they are transferred to unamortized deferred capital contributions, which are amortized to revenue over the useful lives of the related assets.

(iii) Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty of determining the fair value of the services and due to the fact that such assistance is generally not purchased, contributed services are not recognized in the financial statements.

2. ACCOUNTING POLICIES (CONTINUED)

Inventories

Inventories are recorded at the lower of cost and net realizable value.

Capital assets

Capital assets are recorded at cost and are amortized over their estimated useful lives on a straight-line basis at the following annual rates:

Buildings	2.5% to 4%
Industrial, instructional, and office equipment	10% and 20%
Automotive equipment	10% and 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

Pensions

Pension costs included in these statements comprise the costs of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the District does not make pension contributions for certificated staff.

The District participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension is equivalent to the annual contributions of $2,968,656 (2002 - $2,566,263) for the year ended August 31, 2003.

At December 31, 2002, the Local Authorities Pension Plan reported an actuarial deficiency of $444,980,000 (2001 - a surplus of $634,960,000).

Funds collected by schools

Funds generated from school activities are included with the assets, liabilities, revenue, and expenses of the District as the accountability and control of these funds rests with the District.

Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

2. ACCOUNTING POLICIES (continued)

Contribution services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board, to ensure that certain programs are delivered, such as kindergarten, lunch services, and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

Financial instruments

The District's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the District is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The District has invested surplus funds in accordance with Section 44 of the *School Act* and Section 5 of the Trustees Act.

Operating and capital reserves

Reserves are established at the discretion of the Board of Trustees of the District, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. CASH HELD IN TRUST

Cash is held in trust on behalf of the Edmonton Student Health Initiative Partnership. The Edmonton Student Health Initiative Partnership was created so that school-aged children in Edmonton, in particular those with special needs, have access to culturally-responsive health and related support services that they need to participate in their school programs and attain their potential. The District was appointed banker for the partnership and is responsible for distributing the cash in accordance with the wishes of the partnership.

4. ACCOUNTS RECEIVABLE

	2003	2002
Provincial grants	$ 3,635,977	$ 2,781,545
Supplementary requisition	7,190,242	6,714,986
Other	1,736,497	966,754
	$ 12,562,716	$ 10,463,285

5. CAPITAL ASSETS

	2003			2002
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	$ 4,836,798	$ -	$ 4,836,798	$ 4,836,798
Buildings	160,890,385	104,240,124	56,650,261	60,703,787
Industrial, instructional, and office equipment	9,643,157	6,399,018	3,244,139	3,174,892
Automotive equipment	1,208,000	884,175	323,825	386,065
Construction in progress	31,646,861	-	31,646,861	6,452,722
	$ 208,225,201	$ 111,523,317	$ 96,701,884	$ 75,554,264

6. BANK INDEBTEDNESS

Bank indebtedness represents cheques issued in excess of the bank balance.

7. DEFERRED REVENUE

	2003	2002
Federal government	$ -	$ 20,468
Parents and individuals	2,814,493	2,351,177
Provincial government		
Aboriginal Learning Centre	1,000,000	-
Infrastructure BQRP	1,099,722	2,765,363
One-time grant	-	455,588
Other	1,906,731	159,149
	$ 6,820,946	$ 5,751,745

8. DEFERRED CAPITAL CONTRIBUTIONS AND UNAMORTIZED DEFERRED CAPITAL CONTRIBUTIONS

	2003		2002	
	Deferred Capital Contributions	**Unamortized Deferred Capital Contributions**	Deferred Capital Contributions	Unamortized Deferred Capital Contributions
			(Restated)	
Balance, beginning of year	**$ 25,760,470**	**$ 43,588,616**	$ 2,426,611	$ 44,468,454
Government grants	**8,726,559**	**-**	27,194,694	-
Expended on capital assets	**(21,398)**	**21,398**	(2,765)	2,765
Debt retirement	**(3,195,403)**	**3,195,403**	(3,858,070)	3,858,070
Amortization of capital assets acquired from capital contributions	**-**	**(4,075,023)**	-	(4,561,008)
Vegreville transfer	**-**	**-**	-	(179,665)
Balance, end of year	**$ 31,270,228**	**$ 42,730,394**	$ 25,760,470	$ 43,588,616

Deferred capital contributions have been increased to $25,760,470 and unamortized deferred capital contributions have been decreased to $43,588,616 as a result of a $179,665 recording error in the prior year. The net impact on the deficiency of revenue over expenses is nil.

9. DEBENTURE DEBT

In prior years, the District has issued debentures to the Alberta Municipal Finance Corporation to finance construction of capital assets. These debentures mature in annual amounts to the year 2020, and interest is payable at rates ranging from 7.25% to 12% per annum. The debenture debt is fully supported by Alberta Finance.

Principal payments due on debenture debt over the next five years and thereafter are as follows:

	Principal	Interest	Total
2004	$ 2,719,280	$ 1,401,000	$ 4,120,280
2005	2,092,713	1,110,819	3,203,532
2006	1,733,170	889,434	2,622,604
2007	1,522,799	709,308	2,232,108
2008	1,237,932	552,331	1,790,263
Thereafter	4,356,927	1,132,295	5,489,222
	$ 13,662,821	$ 5,795,187	$ 19,458,008

10. COMMITMENTS

At year-end, the District is committed to the construction of five new schools. Costs incurred to August 31, 2003, amounting to $22,815,390, are included in construction in progress (Note 5). The total cost of these projects is estimated to be $35,369,125. Four of these schools opened on September 1, 2003, with the final school opening on September 1, 2004. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

11. RESERVES

	2003			2002
	Operating	**Capital**	**Total**	Total
Balance, beginning of year	**$ 641,737**	**$ 1,289,750**	**$ 1,931,487**	**$ 1,822,810**
Transfers (to) from operations	**(153,630)**	-	**(153,630)**	128,327
Minus: St. Luke	-	-	-	(19,650)
Balance, end of year	**$ 488,107**	**$ 1,289,750**	**$ 1,777,857**	**$ 1,931,487**

Capital reserves relate to unsupported capital transactions.

12. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The District's primary source of income is from the Alberta Government. The District's ability to continue viable operations is dependent on this funding.

The District received allocations from the following related parties - Alberta Learning, Alberta Finance, Alberta Infrastructure, and Family and Social Services.

In the current year 19.4% (2002 - 12.9%) of operating revenue was received from the City of Edmonton supplementary requisition of municipal taxes from Catholic ratepayers.

13. BUDGET COMPARISON

The following is a summary of revenue and expenses compared with the approved budget:

	Actual	Budget	Variance
Revenue			
Provincial grants and supplementary requisition	$ 199,601,678	$ 193,073,417	$ 6,528,261
Other revenue	18,300,045	7,694,782	10,605,263
	217,901,723	200,768,199	17,133,524
Amortization of deferred capital contributions	4,075,023	4,000,000	75,023
	221,976,746	204,768,199	17,208,547
Expenses			
Salaries and employee benefits	167,694,161	160,553,715	7,140,446
Supplies and other	51,463,279	37,328,055	14,135,224
Amortization of capital assets	5,252,759	4,000,000	1,252,759
	224,410,199	201,881,770	22,528,429
Deficiency of revenue over expenses	$ (2,433,453)	$ 2,886,429	$ (5,319,882)

The budget was prepared by the School District and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

14. DISCLOSURE OF SALARIES AND BENEFITS

	2003				2002
	No.	Salaries and Wages	Benefits and Allowances	Total	Total
Chairman of the Board					
Charles Koester*	1	$ 30,811	$ 937	$ 31,748	$ 18,160
Other board members					
Judy Buddle*	1	21,593	591	22,184	25,685
Debbie Cavaliere	1	26,285	778	27,063	22,186
Debbie Engel	1	25,033	714	25,747	25,221
Mark Razzolini	1	19,055	495	19,550	17,351
Janice Sarich	1	23,248	660	23,908	19,221
Ron Zapisoki	1	22,758	321	23,079	19,977
Other	2	-	-	-	9,106
Superintendent	1	154,618	5,481	160,099	146,209
Secretary	1	56,261	9,659	65,920	60,740
Treasurer	1	115,940	13,956	129,896	110,563
Salaries					
Certificated	1,704	110,480,728	11,868,618	122,349,346	120,327,610
Uncertificated	1,032	37,979,789	6,835,832	44,815,621	41,086,433
		$ 148,956,119	$ 18,738,042	$ 167,694,161	$ 161,888,462

*Judy Buddle was the Chairman of the Board for the 2001-2002 term.

The District accrues its obligations under employee future benefit plans, excluding pension benefits, and expenses the related costs. As at August 31, 2003, the recorded obligation is $2,082,280 (2002 - $1,581,819). The total expense recorded in the financial statements is $644,779 (2002 - $43,092).

15. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform to the current year's presentation.

16. APPROVAL OF FINANCIAL STATEMENTS

The Board of Trustees has approved these financial statements.

School Jurisdiction Code: 110

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$147,251,282	$5,547,175	$141,704,107						
(2) Support block	$14,859,058				$7,959,082			$6,899,976	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$3,623,772	$0	$3,623,772						
(5) Student Health Initiative (SHI)	$1,680,000	$0	$1,680,000						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$6,619,000	$0	$6,619,000					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$2,583,774	$106,100	$2,477,674	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$176,616,886	$5,653,275	$156,104,553	$0	$7,959,082			$6,899,976	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$2,400,027	$0	$0	$2,400,027					
(13) Operations & Maintenance support	$17,885,885			$17,885,885					
(14) Operations & Maintenance support (One-Time)	$7,000			$7,000					
(15) **Total Alberta Infrastructure Revenue**	$20,292,912	$0	$0	$20,292,912					
(16) **Alberta Finance**	$1,527,480			$1,527,480	$0			$0	$0
(17) **Other - Government of Alberta**	$12,709	$0	$12,709	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$641,093	$0	$89,744	$0	$0				$551,349
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$215,789	$300	$215,489	$0	$0			$0	$0
(22) **Instruction resource fees**	$6,298,433	$255,954	$6,042,479						
(23) **Transportation fees**	$2,062,043				$2,062,043				
(24) **Other sales and services**	$3,679,539	$86,089	$3,183,187	$6,648	$0			$73,486	$330,129
(25) **Investment income**	$1,117,719	$0	$0	$0	$0			$1,117,719	$0
(26) **Gifts and donations**	$7,571	$974	$0	$0	$0				$6,597
(27) **Rentals of facilities**	$2,086,046		$43,862	$1,910,211	$0			$0	$131,973
(28) **Net school generated funds**	$3,375,929		$3,375,929					$0	
(29) **Gains on disposal of capital assets**	$100		$100	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$4,075,023		$0	$4,075,023	$0				$0
(31) **TOTAL REVENUES**	$222,009,272	$5,996,592	$169,068,052	$27,812,274	$10,021,125			$8,091,181	$1,020,048
EXPENSES									
(32) **Certificated salaries**	$110,480,725	$3,740,502	$106,566,706				$173,517	$173,517	$0
(33) **Certificated benefits**	$11,868,818	$561,075	$11,301,990				$5,553	$5,553	$0
(34) **Uncertificated salaries and wages**	$38,475,390	$1,080,617	$21,524,969	$10,254,110	$362,868	$229,033	$4,067,877	$4,296,910	$955,816
(35) **Uncertificated benefits**	$6,869,425	$108,060	$3,953,870	$2,074,392	$52,405	$15,090	$617,285	$632,375	$48,323
(36) **SUB - TOTAL**	$167,694,158	$5,490,254	$143,347,535	$12,328,502	$415,273	$244,123	$4,864,232	$5,108,355	$1,004,239
(37) **Services, contracts & supplies**	$46,546,426	$839,089	$22,426,180	$11,649,696	$9,759,482	$365,108	$1,128,906	$1,494,014	$375,965
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$3,375,929		$3,375,929						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$4,075,023	$0	$0	$4,075,023	$0		$0	$0	$0
(41) Unsupported	$1,177,736	$0	$517,135	$154,898	$0	$0	$488,220	$488,220	$37,483
(42) Total Amortization	$5,252,759	$0	$517,135	$4,229,921	$0	$0	$488,220	$488,220	$37,483
Interest on capital debt									
(43) Supported	$1,527,480	$0	$0	$1,527,480	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$13,450	$0	$0	$0	$0		$13,450	$13,450	$0
(46) Losses on disposal of capital assets	$32,523	$0	$0	$0	$0	$0	$32,523	$32,523	$0
(47) **TOTAL EXPENSES**	$224,442,725	$6,329,343	$169,668,779	$29,735,599	$10,174,755	$609,231	$6,507,331	$7,116,562	$1,417,687
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($2,433,453)	($332,751)	($600,727)	($1,923,325)	($153,630)			$974,619	($397,639)
Applicable student numbers/FTE equivalent	29,773.5	1,995	28,776.0	29,714.1	30,771			29,773.5	
AVERAGE PROGRAM COSTS per student	$7,538	$3,173	$5,896	$1,001	$331			$239	

School Jurisdiction Code: 110

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$77,430,698	$16,236,007	$4,448,886	$6,523,165	$1,439,501	$488,449	$0	$106,566,706
Certificated benefits	$8,019,056	$1,502,341	$841,988	$740,785	$170,671	$27,149	$0	$11,301,990
Uncertificated salaries and wages	$1,491,525	$7,407,738	$6,065,779	$16,592	$6,475,875	$67,460	$0	$21,524,969
Uncertificated benefits	$273,372	$1,481,129	$791,274	$166	$1,396,700	$11,229	$0	$3,953,870
SUB - TOTAL REMUNERATION	$87,214,651	$26,627,215	$12,147,927	$7,280,708	$9,482,747	$594,287	$0	$143,347,535
Services, contracts & supplies	$7,885,612	$5,275,226	$6,350,986	$783,384	$124,527	$328,445	$1,680,000	$22,428,180
Cost recoveries & transfers	$0			$0	$0		$0	$0
Net school generated funds	$3,375,929							$3,375,929
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$517,135	$0	$0					$517,135
Total Amortization	$517,135	$0	$0					$517,135
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$98,993,327	$31,902,441	$18,498,913	$8,064,092	$9,607,274	$922,732	$1,680,000	$169,668,779
FTE Certificated				180.5	40.0			
FTE Uncertificated				0.5	202.0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$126,948,487	$13,938,019	$6,921,020	$0	$147,807,526	$99,078,807	$48,728,719
School Admin & Instruction Support Expenses						$31,902,441	($31,902,441)
System Instruction Support Expenses						$18,498,913	($18,498,913)
Total Basic Instruction	$126,948,487	$13,938,019	$6,921,020	$0	$147,807,526	$149,480,161	($1,672,635)
Sub-Programs & Initiatives							
Severely Disabled	$8,788,639		$0		$8,788,639	$9,607,274	($818,635)
English as a Second Language	$1,133,540				$1,133,540	$113,540	$1,020,000
Enhanced Opportunities	$482,100				$482,100	$482,100	$0
First Nations, Metis, and Inuit Education	$372,782		$0		$372,782	$372,782	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$297,118				$297,118		$297,118
Teacher Assistants Program	$585,557				$585,557	$585,557	$0
Early Literacy Initiative (K-2)	$1,094,643				$1,094,643	$1,094,643	$0
Learning Resources Credit & Resources for the Classroom	$314,305	$462,427	$6,042,479		$6,819,211	$6,222,158	$597,053
Technology Integration	$1,228,639		$0		$1,228,639	$1,228,639	$0
French Language Program & Francisation (all jurisdictions)	$391,710		$0		$391,710	$391,710	$0
Home Education	$66,587		$0		$66,587	$90,215	($23,628)
Total Sub-Programs & Initiatives	$14,755,620		$6,042,479		$21,260,526	$20,188,618	$1,071,908
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$141,704,107	$14,400,446	$12,963,499	$0	$169,068,052	$169,668,779	($600,727)

School Jurisdiction Code: 110

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$5,547,175	$141,704,107		$7,959,082	$6,899,976	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of | *$147,251,282* | = | *$2,945,026* | *$0*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 110

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$146,022,643
Support Block - Transportation	$7,959,082
SUBTOTAL	$153,981,725

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$17,885,885
Teacher Salary Enhancement	$6,619,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$12,709
Federal government/First Nations	$641,093
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$215,789
Other sales and services	$3,679,539
Interest on investments	$1,117,719
Rentals of facilities	$2,086,046
Gains on disposal of capital assets	$100
Amortization of capital allocations	$4,075,023
School generated funds (Schedule E)	$5,649,557
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$195,964,185**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$7,838,567
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$7,838,567**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$7,116,562
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$7,116,562
Maximum Expense Limit for Board & System Administration (Step 3)	$7,838,567
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$722,005

School Jurisdiction Code: 110

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$5,649,557	
Less: SGF - related cost recoveries (Note 3)	$2,542,300	
- capitalized at the District level (Note 4)	$0	
Net Total	$3,107,257	
Plus: Donations Received (Note 5)	$268,672	
Equals: Net Additions to SGF		$3,375,929
Net SGF Available for discretionary spending		$3,375,929
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$3,375,929
Unexpended SGF - Closing Balance August 31, 2003		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 110

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$7,944,270	$1,756,431	$176,506	$105,184	$271,719	$10,254,110		$10,254,110
Uncertificated benefits	$1,621,195	$399,201	$10,824	$0	$43,172	$2,074,392		$2,074,392
Sub-total Remuneration	$9,565,465	$2,155,632	$187,330	$105,184	$314,891	$12,328,502		$12,328,502
Contracted Services	$291,895	$1,377,450	$70,167	$2,284,375	$88,292	$4,112,179		$4,112,179
Supplies	$535,555	$884,030	$65,159	$17,266	$4,442	$1,506,452		$1,506,452
Electricity			$2,089,588			$2,089,588		$2,089,588
Natural Gas/Heating Fuel			$3,209,976			$3,209,976		$3,209,976
Sewer and Water			$419,695			$419,695		$419,695
Telecommunications			$40,442			$40,442		$40,442
Insurance					$271,364	$271,364		$271,364
Amortization of capital assets								
Supported							$4,075,023	$4,075,023
Unsupported						$154,898		$154,898
Total Amortization						$154,898	$4,075,023	$4,229,921
Interest on capital debt								
Supported							$1,527,480	$1,527,480
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$10,392,915	$4,417,112	$6,082,357	$2,406,825	$678,990	$24,133,096	$5,602,503	$29,735,599
SQUARE METRES								
School Buildings								405,344.0
Non School Buildings								40,957.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictly, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 110

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Charles Koester	1.0	$30,811	$937	$0	$0	$0	$31,748	$3,175
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Debbie Engel	1.0	$25,033	$714	$0	$0	$0	$25,747	$5,489
Name	Ron Zapisoki	1.0	$22,758	$321	$0	$0	$0	$23,079	$5,398
Name	Judy Buddle	1.0	$21,593	$591	$0	$0	$0	$22,184	$2,085
Name	Debbie Cavaliere	1.0	$26,285	$778	$0	$0	$0	$27,064	$3,560
Name	Mark Razzolini	1.0	$19,055	$495	$0	$0	$0	$19,550	$1,895
Name	Janice Sarich	1.0	$23,248	$660	$0	$0	$0	$23,908	$6,009
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*7.0*	*$168,783*	*$4,497*	*$0*	*$0*	*$0*	*$173,260*	*$27,610*
Superintendent	Dale Ripley	1.0	$154,618	$5,481	$0	$0	$0	$160,099	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer			$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Andrea Klotz	1.0	$56,261	$9,659	$0	$0	$0	$65,920	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Andrew Isbister	1.0	$115,940	$13,956	$0	$0	$0	$129,896	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		1,703.9	$110,480,725	$11,868,618	$0	$0	$0	$122,349,343	
Uncertificated Salaries & Wages		1,031.5	$37,979,789	$6,835,832	$0	$0	$0	$44,815,621	
TOTALS			**$148,956,116**	**$18,738,043**	**$0**	**$0**	**$0**	**$167,694,159**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 110

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 3020

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

EDMONTON SCHOOL DISTRICT NO.7
Name of School Jurisdiction

ONE KINGSWAY, EDMONTON, AB T5H 4G9
Mailing Address

TEL.NO.: 429-8000 FAX NO.: 429-8318
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules EDMONTON SCHOOL DISTRICT NO 7 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

S.HANSEN
Name

"Original Signed By"
Signature

SUPERINTENDENT

A.McBEATH
Name

"Original Signed By"
Signature

SECRETARY TREASURER OR TREASURER

D.R. POWER
Name

"Original Signed By"
Signature

25-Nov-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

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KPMG LLP
Chartered Accountants
10125 – 102 Street
Edmonton AB T5J 3V8
Canada

Telephone (780) 429-7300
Telefax (780) 429-7379
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AUDITORS' REPORT

We have audited the statement of financial position of the Edmonton School District No. 7 as at August 31, 2003 and the statements of revenues and expenses, changes in net assets, capital allocations and cash flows for the year then ended. These financial statements, which are presented in the format prescribed by Alberta Learning, are the responsibility of the District's administration. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by administration, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at August 31, 2003 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The comparative figures for August 31, 2002 were reported on by another firm of chartered accountants.

KPMG LLP

Chartered Accountants

Edmonton, Canada

October 31, 2003

[illegible]

School Jurisdiction Code: 3020

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002 Restated
ASSETS			
Current assets			
Cash and temporary investments		$27,595,790	$59,327,082
Accounts receivable (net after allowances)		$14,393,332	$11,963,099
Prepaid expenses		$1,040,951	$960,509
Other current assets		$5,084,584	$4,841,787
Total current assets		$48,114,657	$77,092,477
School generated assets		$4,937,200	$4,886,365
Trust assets		$593,402	$499,034
Long term accounts receivable		$0	$0
Capital assets			
Land		$837,590	$837,590
Buildings	$570,967,610		
Less: accumulated amortization	($322,122,564)	$248,845,046	$240,621,002
Equipment	$189,584,310		
Less: accumulated amortization	($155,349,130)	$34,235,180	$37,451,183
Vehicles	$2,338,880		
Less: accumulated amortization	($1,756,157)	$582,723	$681,648
Total capital assets		$284,500,539	$279,591,423
TOTAL ASSETS		$338,145,798	$362,069,299
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$22,975,066	$31,019,060
Deferred revenue		$16,318,079	$23,724,218
Deferred capital allocations		$9,345,678	$18,017,560
Current portion of all long term debt		$8,411,563	$11,702,972
Total current liabilities		$57,050,386	$84,463,810
School generated liabilities		$4,937,200	$4,886,365
Trust liabilities		$593,402	$499,034
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$42,070,371	$51,940,445
Less: Current portion of supported debt		($7,182,632)	($9,870,073)
Unsupported: Debentures and Capital Loans		$4,256,233	$4,828,813
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($1,228,931)	($1,832,899)
Unamortized capital allocations		$148,200,727	$139,014,190
Total long term liabilities		$191,646,370	$189,465,875
TOTAL LIABILITIES		$248,696,756	$273,929,685
NET ASSETS			
Unrestricted net assets		($2,487,191)	$788,574
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		($2,487,191)	$788,574
Investment in capital assets		$89,973,209	$83,807,976
Capital Reserves		$1,963,024	$3,543,064
Total Capital Funds		$91,936,233	$87,351,040
Total net assets		$89,449,042	$88,139,614
TOTAL LIABILITIES AND NET ASSETS		$338,145,798	$362,069,299

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3020

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002 Restated
REVENUES			
Alberta Learning	$457,950,165	$452,794,640	$448,666,727
Alberta Infrastructure	$52,688,414	$51,332,128	$21,460,955
Alberta Finance	$4,673,978	$4,673,900	$6,132,121
Other Government of Alberta	$2,630,837	$526,932	$3,020,969
Federal Government and/or First Nations	$2,059,410	$1,625,000	$1,676,127
Other Alberta school authorities	$2,080,831	$2,588,553	$2,198,606
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$399,020
Instruction resource fees	$1,753,068	$1,473,998	$1,793,122
Transportation fees	$4,646,637	$4,176,000	$4,105,554
Other sales and services	$18,798,894	$14,426,652	$20,195,995
Investment income	$1,537,460	$1,500,000	$2,017,594
Gifts and donations	$3,735,992	$2,954,932	$2,968,221
Rentals of facilities	$1,843,814	$1,477,479	$1,979,133
Net school generated funds	$4,136,591	$3,047,689	$3,173,246
Gains on disposal of capital assets	$3,326,892	$0	$14,000
Amortization of capital allocations	$12,431,731	$13,601,000	$13,313,720
Total Revenues	$574,294,714	$556,198,903	$533,115,110
EXPENSES			
Certificated salaries	$296,147,646	$272,094,019	$259,021,162
Certificated benefits	$34,896,547	$32,651,283	$30,315,052
Uncertificated salaries and wages	$102,058,027	$82,992,202	$98,297,123
Uncertificated benefits	$19,680,487	$15,325,565	$17,601,588
Services, contracts and supplies	$91,226,565	$118,695,658	$93,866,498
Net school generated funds	$4,136,591	$3,047,689	$3,173,246
Capital and debt services			
Amortization of capital assets			
Supported	$12,433,664	$13,601,000	$13,313,720
Unsupported	$13,735,376	$14,827,000	$13,908,900
Total Amortization of capital assets	$26,169,040	$28,428,000	$27,222,620
Interest on capital debt			
Supported	$4,673,978	$4,673,900	$5,760,895
Unsupported	$507,620	$255,100	$441,192
Total interest on capital debt	$5,181,598	$4,929,000	$6,202,087
Other interest charges	$75,855	$0	$102,154
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$579,572,356	$558,163,416	$535,801,530
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($5,277,642)	($1,964,513)	($2,686,420)
Block BQRP revenue used for capital purposes	$2,874,867	$3,266,962	$5,174,424
Block MOD revenue used for capital purposes	$3,712,203	$0	$4,351,998
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$1,309,428	$1,302,449	$6,840,002

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3020

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$1,309,428	$6,840,430
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($12,431,731)	($13,313,720)
Total amortization expense	$26,169,040	$27,222,620
Gains on disposal of capital assets	($3,326,892)	($14,000)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($2,430,233)	$2,859,863
Prepaids and other current assets	($323,239)	($529,896)
Payables and accrued liabilities	($8,043,994)	$3,411,935
Deferred revenue	($7,406,139)	$23,788
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($6,483,760)	$26,501,020
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($23,416,839)	($33,404,984)
Equipment	($7,884,847)	($8,570,890)
Vehicles	$0	($248,806)
Net proceeds from disposal of capital assets	$3,550,422	$14,000
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($27,751,264)	($42,210,680)
C. FINANCING ACTIVITIES		
Capital allocations received	$3,076,313	$32,860,053
Issue of long term debt	$1,260,318	$0
Repayment of long term debt	($11,702,972)	($13,473,994)
Add back: supported portion	$9,870,073	$11,391,095
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$2,503,732	$30,777,154
Net sources (uses) of cash equivalents* during year	($31,731,292)	$15,067,494
Cash Equivalents at the beginning of the year	$59,327,082	$44,259,588
Cash Equivalents at the end of the year	$27,595,790	$59,327,082

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 3020

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$88,139,614	$83,807,976	$788,574	$3,543,064	$0	$0	$0	$0	$0	$0	$3,543,064	$0	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$88,139,614	$83,807,976	$788,574	$3,543,064	$0	$0	$0	$0	$0	$0	$3,543,064	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$1,309,428		$1,309,428												
Block BQRP funded capital transactions		$2,874,867	($2,874,867)												
Block MOD funded capital transactions		$3,712,203	($3,712,203)												
Board funded capital transactions		$11,940,755	($8,650,921)	($3,289,834)	$0	$0	$0		$0	$0	($3,289,834)	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($26,169,040)	$26,169,040												
Amortization of capital allocations		$12,431,731	($12,431,731)												
Disposal of unsupported capital assets	$0	($223,530)	($3,326,892)	$3,550,422		$0			$0		$3,550,422		$0		$0
Disposal of supported capital assets	$0	($234,652)	$234,652			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$1,832,899	($1,832,899)												
Net transfers to operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0			$0		$0		$0	
Net transfers to capital reserves			($59,372)	$59,372		$0			$0		$59,372		$0		$0
Net transfers from capital reserves			$1,900,000	($1,900,000)		$0			$0		($1,900,000)		$0		$0
Balance at August 31, 2003	$89,449,042	$89,973,209	($2,487,191)	$1,963,024	$0	$0	$0	$0	$0	$0	$1,963,024	$0	$0	$0	$0

NOTE: The amount of $234,652 in Line #23 Disposal of Supported Capital Assets is the replacement of unsupported funds for costs incurred in 2001-2002 for which supported funds were approved and received during the year

School Jurisdiction Code: 3020

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$18,017,560	$139,014,190
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$18,017,560	$139,014,190
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$2,229,180	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$531,131	
Interest earned on provincial government capital allocations		$312,402	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$3,600	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$9,870,073
Expended capital allocations - current year		($11,748,195)	$11,748,195
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$12,431,731
Balance at August 31, 2003		$9,345,678	$148,200,727

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

NOTES TO FINANCIAL STATEMENTS

August 31, 2003
(amounts in thousands)

1. Authority and purpose

Edmonton School District No. 7 (the District) is empowered to provide public education through bylaws approved by its Board of Trustees and pursuant to the provisions of the Alberta School Act.

2. Significant accounting policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Capital assets

Capital assets are recorded at original cost and commencing in the year following the year of acquisition, amortization is recorded on a straight-line basis over the estimated useful lives of the assets using the following rates:

Buildings and site improvements	2.5% to 10%
Furniture and Equipment	10% and 20%
Vehicles	10%

Revenue recognition

The District receives block allocations for instruction, support and capital purposes under Alberta Government Regulations, which limits funding, and expenses for administration. The regulation also permits the District within specified limits, to reallocate funding between the instruction and support blocks.

Grants from the province that are restricted for the acquisition of capital assets are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations, which are amortized on the same basis and at the same rates as are applied to amortization of the cost of the assets. The accumulated surplus is not impacted as the additional income is offset by the additional capital asset amortization expense of an equal amount.

Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction has been met.

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2003
(amounts in thousands)

Contributed services

Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty of determining the fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Inventories

Inventories consist of supplies valued at the lower of average cost or net realizable value.

Financial Instruments

The District's financial instruments consist of cash, accounts receivable, accounts payable and accruals, and long-term debt. It is the management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The District has invested surplus funds in accordance with Section 44 of the *School Act* and Section 5 of the *Trustees Act*.

Capital Reserve

An amount equal to the net proceeds of sale of capital assets and interest generated by these funds is transferred to the capital reserve. The utilization of the reserve is restricted to capital expenditures under external restrictions or internal restrictions at the discretion of the Board of Trustees.

Pensions

The District participates in the Local Authorities Pension Plan, which is a multi-employer pension plan. The service costs for employees for the current year of $4,444 (2002 - $3,889) are included in these statements and comprise the district costs of employer contribution.

3. Related party transactions

Alberta Learning and Alberta Infrastructure are the departments of the Government of Alberta which administer education, various school boards and school board infrastructure funding.

The District has had the following transactions with Alberta Learning, Alberta Infrastructure and Alberta Finance.

NOTES TO FINANCIAL STATEMENTS . . . continued
August 31, 2003
(amounts in thousands)

	2003	2002
Alberta Learning		
Funding Received		
Block Allocation Entitlement		
Instruction Block	$ 388,207	$ 373,682
Support Block	33,242	59,287
Other	36,501	14,349
	457,950	447,318
Alberta Infrastructure		
Operations and Maintenance Support	49,376	19,608
Building Quality Restoration Program	6,187	7,027
Modernization Block Funding Program	3,712	4,352
Capital Allocations	2,229	32,860
	61,504	63,847
Alberta Finance		
Capital Block - supported capital debt interest	4,674	6,153
Capital Block - supported capital debt principal repayment	9,870	11,391
	14,544	17,544
Total funding received	$ 533,998	$ 528,709

4. Accounts Receivable

Accounts receivable comprises:

	2003	2002
Province of Alberta	$ 11,585	$ 8,919
Federal Government	932	1,515
Other Alberta School Jurisdictions	801	741
Other	1,075	788
Total	$ 14,393	$ 11,963

5. School generated funds

(a) School generated assets arise from the receipt of monies for various services and activities offered by individual schools such as student unions, yearbooks, instructional materials, textbook rentals, field trips and fundraising projects of various types. Any excess of receipts over disbursements from these services and activities is placed on deposit with various chartered banks and is available for future use by the schools.

	2003	2002
School generated assets		
Cash	$ 5,860	$ 5,152
Term deposits	967	966
	6,827	6,118

NOTES TO FINANCIAL STATEMENTS . . . continued
August 31, 2003
(amounts in thousands)

Inventory		
Bookstore	25	9
Cafeteria	2	2
	27	11
Refundable deposits and advance fees	(1,917)	(1,243)
Net Assets and Funds	$ 4,937	$ 4,886

(b) School Generated Funds revenue and expenses have been reported net of cost recoveries as follows:

	2003	**2002**
Total School Generated Funds	$ 13,828	$ 12,840
Less: Related cost recoveries	9,691	9,667
Net	$ 4,137	$ 3,173

6. Capital Assets

	2003			2002
	Cost	Accumulated Amortization	Carrying Value	Carrying Value
Land	$ 838	-	$ 838	$ 838
Buildings and Site Improvements	570,968	322,123	248,845	240,621
Furniture and Equipment	189,584	155,349	34,235	37,451
Vehicles	2,339	1,756	583	681
	$ 763,729	$ 479,228	$ 284,501	$ 279,591

7. Accounts payable and accruals

Accounts payable and accruals comprises:

	2003	**2002**
Province of Alberta	$ 2,429	$ 3,562
Federal Government	1,872	2,156
Alberta Municipalities	39	25
Other Alberta School Jurisdictions	12	10
Other	17,880	25,266
Total	$ 22,232	$ 31,019

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2003
(amounts in thousands)

8. Deferred Revenue

Deferred revenue comprises:

	2003	2002
Alberta Learning – One-Time Grant	$ -	$ 1,029
Basic Instruction	859	-
Foreign Students	3,073	2,172
One-time O & M Funding	2,183	-
Funding for Amiskwaciy Academy	3,296	5,287
Deferred Block Funding Revenue	4,826	13,951
ECS – PUF Overpayment	743	-
Alberta Initiative for School Improvement	482	36
Other	1,599	1,249
Total	$ 17,061	$ 23,724

Change in deferred revenue during the year

	2003	2002
Balance at beginning of year	$ 23,724	$ 23,700
Add: Revenue received during the year	153,529	44,358
	177,253	68,058
Less: Amount recognized as revenue for the year	160,192	44,334
Balance at end of year	$ 17,061	$ 23,724

9. Long-Term Debt

Principal payments and interest for the next five years and to maturity on debenture debt outstanding at August 31, 2003 are approximately as follows:

Year Ending August 31	Principal	Interest	Total
2004	$ 8,412	$ 4,426	$ 12,838
2005	6,673	3,606	10,279
2006	5,753	2,968	8,721
2007	4,776	2,431	7,207
2008	4,592	1,962	6,554
2009 to maturity	16,121	4,064	20,185
Total	$ 46,327	$ 19,457	$ 65,784

Interest is payable at various rates ranging from 5.25% to 12.0% on the total long-term debt of:

	2003	2002
Total debenture debt	$ 46,327	$ 56,769
Due within one year	8,412	11,703
	$ 37,915	$ 45,066

The total district debenture debt will be repaid by the year 2015. The fair value of long-term debt does not differ significantly from its carrying value.

The current portion of long-term debt includes amounts payable by Alberta Finance for supported debt principal. As this amount is not payable by the District, the District's working capital has been increased as follows:

	2003	2002
Working Capital Surplus per statements	$ 410	$ 10,646
Supported Current Portion of long-term debt	7,183	9,870
	$ 7,593	$ 20,516

The District paid $5,521 (2002 - $6,853) interest on long-term debt in the year.

10. Deferred Capital Allocations

Capital allocations received for qualifying capital projects initiated by the District have been capitalized. These allocations are transferred to unamortized capital allocations as the capital expenditure is incurred. Details of the changes in the deferred capital allocations account are as follows:

		2003	2002
Balance at beginning of year		$ 18,018	$ 4,723
Funds received from other sources	$ 848		-
Allocations received and receivable during the year	2,229	3,077	32,860
Transfers to Unamortized Capital Allocations		(11,749)	(19,565)
Balance at end of year		$ 9,346	$ 18,018

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2003
(amounts in thousands)

11. Unamortized Capital Allocations

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in supported capital assets other than land and equipment purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the related amortization expense being deducted. Transfers from deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2003	2002
Balance at beginning of year	$ 139,014	$ 121,372
Supported Debenture Principal Repayment	9,870	11,391
Transfer from Deferred Capital Allocations	11,749	19,565
Transfer to Capital Allocation Revenue	(12,432)	(13,314)
Balance at end of year	$ 148,201	$ 139,014

12. The Urban Schools Insurance Consortium

The District is a member of The Urban Schools Insurance Consortium (USIC), which facilitates the placement of property and liability insurance coverage for thirteen jurisdictions throughout the province of Alberta. Premium rebates are received from the insurers favorable claims experience and accumulated by the consortium to self-insure a portion of the member's risk exposure. The District's share of the accumulated consortium funds as at August 31, 2003 was $ 1,670 (2002 - $ 1,323). This amount has not been recognized in the district's financial statements, as the revenue has not been realized by the District.

13. Comparative Figures

The actual 2002 comparative figures have been reclassified where necessary, to conform to actual 2003 presentation. The 2002 comparative figures for provincial and other grants and for salaries and employee benefits have been reclassified from those presented in the audited financial statements for the year ended August 31, 2002.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

School Jurisdiction Code: 3020

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$388,207,185	$23,791,141	$364,416,044						
(2) Support block	$33,241,709				$15,294,830			$17,946,879	
(3) Instruction & support block reallocations	$0	($1,247,596)	($2,030,458)		$1,247,596			$0	$2,030,458
(4) Alberta Initiative for School Improvement (AISI)	$9,448,124	$0	$9,448,124						
(5) Student Health Initiative (SHI)	$860,638	$0	$860,638						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$17,295,000	$486,549	$16,658,566					$40,354	$109,531
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$2,375,898								$2,375,898
(10) Other Alberta Learning revenues	$6,521,611	$0	$1,415,694	$2,141,970	$0			$221,533	$2,742,414
(11) **Total Alberta Learning Revenue**	$457,950,165	$23,030,094	$390,768,608	$2,141,970	$16,542,426			$18,208,766	$7,258,301
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$3,312,413	$0	$0	$3,312,413					
(13) Operations & Maintenance support	$47,193,230			$47,193,230					
(14) Operations & Maintenance support (One-Time)	$2,182,771			$2,182,771					
(15) **Total Alberta Infrastructure Revenue**	$52,688,414	$0	$0	$52,688,414					
(16) **Alberta Finance**	$4,673,978			$4,673,978	$0			$0	$0
(17) **Other - Government of Alberta**	$2,630,837	$0	$419,854	$0	$0			$105,233	$2,105,750
(18) **Federal Government and/or First Nations**	$2,059,410	$0	$1,371,409	$0	$0			$82,376	$605,625
(19) **Other Alberta school authorities**	$2,080,831	$65,589	$958,846	$0	$0			$83,233	$973,163
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$1,753,088	$0	$1,753,088						
(23) **Transportation fees**	$4,646,637				$4,646,637				
(24) **Other sales and services**	$18,798,894	$0	$8,960,256	$565,628	$0			$751,956	$8,521,054
(25) **Investment income**	$1,537,460	$0	$1,475,962	$0	$0			$61,498	$0
(26) **Gifts and donations**	$3,735,992	$0	$3,735,992	$0	$0				$0
(27) **Rentals of facilities**	$1,843,814		$1,371,905	$0	$0			$73,753	$398,156
(28) **Net school generated funds**	$4,136,591		$3,971,127					$165,464	
(29) **Gains on disposal of capital assets**	$3,326,892		$0	$3,193,816	$0			$133,076	$0
(30) **Amortization of capital allocations**	$12,431,731		$0	$12,431,731	$0				$0
(31) **TOTAL REVENUES**	$574,284,714	$23,095,683	$414,787,027	$75,695,537	$21,189,063			$19,665,355	$19,862,049
EXPENSES									
(32) **Certificated salaries**	$296,147,646	$11,981,557	$281,441,856				$1,172,769	$1,172,769	$1,551,464
(33) **Certificated benefits**	$34,896,547	$1,442,930	$33,208,846				$108,919	$108,919	$135,852
(34) **Uncertificated salaries and wages**	$102,058,027	$6,042,608	$50,249,830	$30,712,764	$450,851	$239,086	$8,209,465	$8,448,551	$6,154,023
(35) **Uncertificated benefits**	$19,680,487	$1,145,286	$9,724,738	$6,345,593	$81,172	$27,252	$1,450,457	$1,477,709	$905,989
(36) **SUB - TOTAL**	$452,782,707	$20,611,781	$374,625,270	$37,058,357	$532,323	$266,338	$10,941,610	$11,207,948	$8,747,328
(37) **Services, contracts & supplies**	$91,226,565	$2,137,464	$25,681,448	$26,034,386	$21,290,354	$207,307	$4,760,885	$4,968,192	$11,114,721
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$4,136,591		$4,136,591						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$12,433,664	$0	$0	$12,433,664	$0		$0	$0	$0
(41) Unsupported	$13,735,376	$367,261	$8,989,277	$4,161,819	$9,615	$0	$207,404	$207,404	$0
(42) Total Amortization	$26,169,040	$367,261	$8,989,277	$16,595,483	$9,615	$0	$207,404	$207,404	$0
Interest on capital debt									
(43) Supported	$4,673,978	$0	$1,145,126	$3,324,133	$25,239		$179,480	$179,480	$0
(44) Unsupported	$507,620	$0	$0	$507,620	$0	$0	$0	$0	$0
(45) Other interest charges	$75,855	$0	$75,855	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$579,572,356	$23,116,506	$414,653,567	$83,519,979	$21,857,231	$473,645	$16,089,379	$16,563,024	$19,862,049
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($5,277,642)	($20,823)	$133,460	($7,824,442)	($668,168)			$3,102,331	$0
Applicable student numbers/FTE equivalent	78,200.1	5,497	74,994.8	76,835.2	27,301			78,200.1	
AVERAGE PROGRAM COSTS per student	$7,411	$4,205	$5,529	$1,087	$801			$212	

School Jurisdiction Code: 3020

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$204,185,752	$35,577,852	$0	$25,014,403	$10,707,099	$5,908,362	$48,388	$281,441,856
Certificated benefits	$23,931,291	$4,234,071	$0	$3,026,743	$1,295,559	$714,912	$6,270	$33,208,846
Uncertificated salaries and wages	$28,534,717	$3,299,669	$0	$8,801,930	$8,366,562	$616,070	$630,882	$50,249,830
Uncertificated benefits	$5,411,262	$578,200	$0	$1,786,792	$1,698,414	$122,001	$128,069	$9,724,738
SUB - TOTAL REMUNERATION	$262,063,022	$43,689,792	$0	$38,629,868	$22,067,634	$7,361,345	$813,609	$374,625,270
Services, contracts & supplies	$15,643,833	$1,710,717	$0	$3,728,943	$1,666,172	$2,884,754	$47,029	$25,681,448
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$4,136,591							$4,136,591
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$8,989,277	$0	$0					$8,989,277
Total Amortization	$8,989,277	$0	$0					$8,989,277
Interest on capital debt								
Supported	$1,145,126	$0						$1,145,126
Unsupported	$0	$0						$0
Other interest charges	$75,855	$0						$75,855
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$292,053,704	$45,400,509	$0	$42,358,811	$23,733,806	$10,246,099	$860,638	$414,653,567
FTE Certificated				408.1	175.1			
FTE Uncertificated				311.5	296.0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$325,561,310	$27,410,397	$21,593,373	($2,030,458)	$372,534,622	$325,097,242	$47,437,380
School Admin & Instruction Support Expenses						$45,400,509	($45,400,509)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$325,561,310	$27,410,397	$21,593,373	($2,030,458)	$372,534,622	$370,497,751	$2,036,871
Sub-Programs & Initiatives							
Severely Disabled	$20,176,861		$671,978		$20,848,839	$23,733,806	($2,884,967)
English as a Second Language	$2,301,766				$2,301,766	$2,301,766	$0
Enhanced Opportunities	$843,600				$843,600	$843,600	$0
First Nations, Metis, and Inuit Education	$454,950		$0		$454,950	$454,950	$0
Institutional Programs	$4,427,366				$4,427,366	$4,427,366	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$981,556				$981,556		$981,556
Teacher Assistants Program	$1,485,443				$1,485,443	$1,485,443	$0
Early Literacy Initiative (K-2)	$2,756,231				$2,756,231	$2,756,231	$0
Learning Resources Credit & Resources for the Classroom	$670,028	$972,625	$1,753,068		$3,395,721	$3,395,721	$0
Technology Integration	$3,226,935		$0		$3,226,935	$3,226,935	$0
French Language Program & Francisation (all jurisdictions)	$0		$0		$0	$0	$0
Home Education	$1,529,998		$0		$1,529,998	$1,529,998	$0
Total Sub-Programs & Initiatives	$38,854,734		$2,425,046		$42,252,405	$44,155,816	($1,903,411)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$364,416,044	$28,383,022	$24,018,419	($2,030,458)	$414,787,027	$414,653,567	$133,460

School Jurisdiction Code: 3020

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$23,791,141	$364,416,044		$15,294,830	$17,946,879	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		($2,030,458)				$2,030,458
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	($1,247,596)			$1,247,596		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of *$388,207,185* = *$7,764,144* *($1,247,596)*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($1,247,596)	($2,030,458)		$1,247,596	$0	$2,030,458

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 3020

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$384,980,250
Support Block - Transportation	$15,294,830
SUBTOTAL	$400,275,080

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$47,193,230
Teacher Salary Enhancement	$17,295,000
Other Alberta Learning revenues (Describe)	$6,132,174
Other - Government of Alberta (Excluding Alberta Finance)	$2,630,837
Federal government/First Nations	$2,059,410
Other Alberta school authorities	$2,080,831
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$18,798,894
Interest on investments	$1,537,460
Rentals of facilities	$1,843,814
Gains on disposal of capital assets	$3,326,892
Amortization of capital allocations	$12,431,731
School generated funds (Schedule E)	$13,878,372
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$529,483,725**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$21,179,349

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$21,179,349**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$16,563,024
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$16,563,024

Maximum Expense Limit for Board & System Administration (Step 3)	$21,179,349
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$4,616,325

School Jurisdiction Code: 3020

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note		$4,886,365
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$13,878,372	
Less: SGF - related cost recoveries (Note 3)	$9,690,946	
- capitalized at the District level (Note 4)	$0	
Net Total	$4,187,426	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$4,187,426
Net SGF Available for discretionary spending		$9,073,791
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$4,136,591
Unexpended SGF - Closing Balance August 31, 2003		$4,937,200

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 3020

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$18,117,755	$10,509,278	$0	$0	$2,085,731	$30,712,764		$30,712,764
Uncertificated benefits	$4,131,751	$1,849,594	$0	$0	$364,248	$6,345,593		$6,345,593
Sub-total Remuneration	$22,249,506	$12,358,872	$0	$0	$2,449,979	$37,058,357		$37,058,357
Contracted Services	$108,716	$767,873	$295,980	$3,293,939	$5,552	$4,472,060		$4,472,060
Supplies	$0	$3,925,859	$0	$0	$279,445	$4,205,304		$4,205,304
Electricity			$6,211,593			$6,211,593		$6,211,593
Natural Gas/Heating Fuel			$7,433,844			$7,433,844		$7,433,844
Sewer and Water			$1,045,361			$1,045,361		$1,045,361
Telecommunications			$1,296,675			$1,296,675		$1,296,675
Insurance					$1,369,549	$1,369,549		$1,369,549
Amortization of capital assets								
Supported							$12,433,664	$12,433,664
Unsupported						$4,161,819		$4,161,819
Total Amortization						$4,161,819	$12,433,664	$16,595,483
Interest on capital debt								
Supported							$3,324,133	$3,324,133
Unsupported						$507,620		$507,620
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$22,358,222	$17,052,604	$16,283,453	$3,293,939	$4,104,525	$67,762,182	$15,757,797	$83,519,979
SQUARE METRES								
School Buildings								1,049,324.0
Non School Buildings								89,713.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 3020

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name	Don Fleming	1.0	$24,830	$5,596	$5,949	$0	$0	$36,375	$5,855
Other Board Members:									
Name	George Nicholson	1.0	$23,053	$366	$5,956	$0	$0	$29,375	$10,568
Name	Svend Hansen	1.0	$24,459	$1,422	$5,671	$0	$0	$31,552	$5,588
Name	Bob Dean	1.0	$21,339	$1,422	$5,290	$0	$0	$28,051	$8,026
Name	Bill Bonko	1.0	$18,663	$5,183	$4,219	$0	$0	$28,065	$3,118
Name	Lynn Odynski	1.0	$19,004	$3,723	$5,019	$0	$0	$27,746	$8,868
Name	Gerry Gibeault	1.0	$18,632	$4,059	$6,252	$0	$0	$28,943	$8,079
Name	Ray Martin	1.0	$19,023	$4,059	$6,259	$0	$0	$29,341	$7,365
Name	Jean Woodrow	1.0	$21,295	$1,422	$4,173	$0	$0	$26,890	$5,873
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*9.0*	*$190,298*	*$27,252*	*$48,788*	*$0*	*$0*	*$266,338*	*$63,340*
Superintendent	Angus McBeath	1.0	$148,193	$8,248	$0	$0	$0	$156,441	$1,832
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Anne Sherwood	1.0	$73,664	$11,075	$0	$0	$0	$84,739	$5,737
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Dean Power	1.0	$104,863	$14,460	$0	$0	$0	$119,323	$3,843
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		4,563.6	$296,147,646	$34,896,547	$0	$0	$0	$331,044,193	
Uncertificated Salaries & Wages		2,728.0	$101,492,221	$19,619,452	$0	$0	$0	$121,111,673	
TOTALS			**$398,156,885**	**$54,577,034**	**$48,788**	**$0**	**$0**	**$452,782,707**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 3020

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 46

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Elk Island Catholic Separate Regional Division No. 41
Name of School Jurisdiction

160 Festival Way; Sherwood Park, Alberta T8A 5Z2
Mailing Address

Phone 780-467-8896; Fax 467-5469
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Elk Island Catholic Separate Regional Division No. 41 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

John Convey	"Original signed by"
Name	**Signature**

SUPERINTENDENT

Doug Aitkenhead	"Original signed by"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Alberta Hutchings	"Original signed by"
Name	**Signature**

11-Dec-03
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 46

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Hawkings Epp Dumont LLP

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AUDITORS' REPORT

To the Board of Trustees
Elk Island Catholic Separate Regional Division No. 41
Sherwood Park, Alberta

We have audited the statement of financial position of Elk Island Catholic Separate Regional Division No. 41 as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Regional Division as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Hawkings Epp Dumont LLP

Edmonton, Alberta
October 17, 2003

HAWKINGS EPP DUMONT LLP
Chartered Accountants

Founding Partners
F.J. Bruha, CA (Deceased)
A.W. Whelan, CA (Retired)

Stony Plain Office
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*Professional Corporation

School Jurisdiction Code: 46

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$8,786,671	$3,689,869
Accounts receivable (net after allowances)		$2,306,361	$2,108,505
Prepaid expenses		$136,553	$217,307
Other current assets		$0	$0
Total current assets		$11,229,585	$6,015,681
School generated assets		$375,103	$463,203
Trust assets		$99,938	$81,521
Long term accounts receivable		$0	$0
Capital assets			
Land		$1,656,708	$1,648,807
Buildings	$53,655,703		
Less: accumulated amortization	($27,087,147)	$26,568,556	$25,430,290
Equipment	$2,409,809		
Less: accumulated amortization	($1,402,605)	$1,007,204	$909,811
Vehicles	$2,442,295		
Less: accumulated amortization	($1,672,724)	$769,571	$867,237
Total capital assets		$30,002,039	$28,856,145
TOTAL ASSETS		$41,706,665	$35,416,550
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$4,124,162	$3,427,033
Deferred revenue		$672,177	$1,001,400
Deferred capital allocations		$5,161,931	$640,723
Current portion of all long term debt		$1,406,580	$1,421,676
Total current liabilities		$11,364,850	$6,490,832
School generated liabilities		$375,103	$463,203
Trust liabilities		$99,938	$81,521
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$9,989,504	$11,391,180
Less: Current portion of supported debt		($1,396,580)	($1,411,676)
Unsupported: Debentures and Capital Loans		$30,000	$40,000
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($10,000)	($10,000)
Unamortized capital allocations		$16,255,273	$13,837,230
Total long term liabilities		$25,343,238	$24,391,458
TOTAL LIABILITIES		$36,708,088	$30,882,290
NET ASSETS			
Unrestricted net assets		$363,437	$220,625
Operating Reserves		$717,937	$621,908
Accumulated Operating Surplus (Deficit)		$1,081,373	$842,533
Investment in capital assets		$3,727,264	$3,587,735
Capital Reserves		$189,940	$103,992
Total Capital Funds		$3,917,204	$3,691,727
Total net assets		$4,998,577	$4,534,260
TOTAL LIABILITIES AND NET ASSETS		$41,706,665	$35,416,550

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 46

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$33,019,697	$31,815,898	$33,889,511
Alberta Infrastructure	$3,817,351	$3,778,989	$1,606,690
Alberta Finance	$1,136,107	$1,346,925	$1,271,222
Other Government of Alberta	$196,935	$6,000	$8,452
Federal Government and/or First Nations	$81,792	$86,300	$79,567
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$302,683	$305,339	$321,224
Transportation fees	$79,852	$82,000	$80,162
Other sales and services	$762,445	$496,795	$586,099
Investment income	$101,843	$110,000	$87,726
Gifts and donations	$21,746	$19,000	$19,495
Rentals of facilities	$52,586	$38,000	$42,791
Net school generated funds	$152,924	$130,000	$160,054
Gains on disposal of capital assets	$0	$1,200	$1,054
Amortization of capital allocations	$1,697,936	$1,452,517	$1,446,379
Total Revenues	$41,423,896	$39,668,963	$39,600,426
EXPENSES			
Certificated salaries	$20,575,253	$20,367,625	$20,049,057
Certificated benefits	$2,451,862	$2,182,852	$2,482,535
Uncertificated salaries and wages	$7,506,232	$7,031,242	$7,149,617
Uncertificated benefits	$1,415,641	$1,163,552	$1,239,181
Services, contracts and supplies	$5,667,825	$5,857,714	$5,465,012
Net school generated funds	$152,924	$130,000	$160,054
Capital and debt services			
Amortization of capital assets			
Supported	$1,586,597	$1,452,517	$1,446,379
Unsupported	$463,144	$133,236	$460,550
Total Amortization of capital assets	$2,049,741	$1,585,753	$1,906,929
Interest on capital debt			
Supported	$1,136,107	$1,346,925	$1,270,722
Unsupported	$3,995	$0	$5,596
Total Interest on capital debt	$1,140,102	$1,346,925	$1,276,318
Other interest charges	$0	$3,300	$90
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$40,959,579	$39,668,963	$39,728,793
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$464,317	$0	($128,367)
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$464,317	$0	($128,367)

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 46

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$464,317	($128,367)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,697,936)	($1,446,379)
Total amortization expense	$2,049,741	$1,906,929
Gains on disposal of capital assets	$0	($1,054)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($197,856)	($9,142)
Prepaids and other current assets	$80,754	$95,773
Payables and accrued liabilities	$697,129	($732,229)
Deferred revenue	($329,223)	$410,619
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,066,927	$96,150
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	($7,905)	($125,051)
Buildings	($2,730,416)	($2,710,754)
Equipment	($395,339)	($412,979)
Vehicles	($61,976)	($228,556)
Net proceeds from disposal of capital assets		$1,054
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($3,195,636)	($3,476,286)
C. FINANCING ACTIVITIES		
Capital allocations received	$7,235,511	$2,744,986
Issue of long term debt	$0	$0
Repayment of long term debt	($1,411,676)	($1,464,674)
Add back: supported portion	$1,401,676	$1,454,675
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$7,225,511	$2,734,987
Net sources (uses) of cash equivalents* during year	$5,096,802	($645,149)
Cash Equivalents at the beginning of the year	$3,689,869	$4,335,018
Cash Equivalents at the end of the year	$8,786,671	$3,689,869

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 46

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$4,534,260	$3,587,735	$220,625	$725,900	$121,375	$12,264	$256,327	$0	$91,728	$244,206	$0	$0	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$4,534,260	$3,587,735	$220,625	$725,900	$121,375	$12,264	$256,327	$0	$91,728	$244,206	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$464,317		$464,317												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$481,334	($176,085)	($305,249)	($17,882)	$0	($200,893)		($80,796)	($5,678)	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($2,049,741)	$2,049,741												
Amortization of capital allocations		$1,697,936	($1,697,936)												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$10,000	($10,000)												
Net transfers to operating reserves			($551,387)	$551,387	$210,192		$299,509			$41,686		$0		$0	
Net transfers from operating reserves			$230,905	($230,905)	($151,679)		($10,680)			($68,546)		$0		$0	
Net transfers to capital reserves			($166,744)	$166,744		$0			$0		$0		$166,744		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$4,998,577	$3,727,264	$363,437	$907,877	$162,006	$12,264	$344,263	$0	$10,932	$211,668	$0	$0	$166,744	$0	$0

School Jurisdiction Code: 46

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$640,723	$13,837,230
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$640,723	$13,837,230
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$6,889,124	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$155,428	
Other capital grants and donations		$190,960	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,401,676
Expended capital allocations - current year		($2,714,304)	$2,714,304
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,697,936
Balance at August 31, 2003		$5,161,931	$16,255,273

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

1. AUTHORITY AND PURPOSE

The Division delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The Division receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the Division, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(b) Capital Assets

Capital assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% and 4%
Vehicles	10% and 20%
Equipment and furniture	10% and 20%

Only capital assets with a cost in excess of $5,000 are capitalized. Certain lands for school sites have been acquired at no cost to the Division.

Any capital allocations received for capital asset additions are amortized over the same period as the related asset (see Note 8).

(c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Vacation Pay

Vacation pay is accrued in the period in which the benefit is earned by the employee.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $300,660 (2002 - $262,101) for the year ended August 31, 2003.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

(f) Prepaid Expenses

Certain expenditures incurred and paid for before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

(g) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the Division to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Due to the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(h) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

3. ACCOUNTS RECEIVABLE

	2003	2002
Provincial government	$ 2,011,779	$ 1,823,551
Other	170,893	166,350
Federal government	123,173	118,088
Other Alberta school jurisdictions	516	516
	$ 2,306,361	$ 2,108,505

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2003	2002
Trade payables and accrued liabilities	$ 2,382,991	$ 1,834,813
Province of Alberta	1,737,505	1,588,270
Federal government	3,666	3,950
	$ 4,124,162	$ 3,427,033

5. DEFERRED REVENUE

	2003	2002
Alberta Infrastructure	$ 310,207	$ -
Building Quality Restoration Program	284,103	571,672
Alberta Initiative for School Improvements	42,419	33,017
Other	34,045	80,666
LRDC	1,403	28,051
One-time grant funding (1999)	-	5,613
One-time funding (2002-03)	-	89,376
Energy rebates	-	193,005
	$ 672,177	$ 1,001,400

6. LONG-TERM DEBT

	2003	2002
Alberta Municipal Financing Corporation debentures	$ 10,019,504	$ 11,431,180
Less: Current Portion	(1,406,580)	(1,421,676)
	$ 8,612,924	$ 10,009,504

The following annual payments of principal are due on debenture debt:

2004	$ 1,406,580
2005	1,283,387
2006	1,274,982
2007	1,264,981
2008	1,247,981
2009 to maturity	3,541,593
	$ 10,019,504

The debentures held by the Alberta Municipal Financing Corporation bear interest at rates ranging from 6.875% to 12.0%. Of the balance of $10,019,504, $9,989,504 is supported by Alberta Finance.

7. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the Division have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded.

8. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the Division's net investment in capital assets (other than land and equipment), purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on the related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account.

9. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the Division for two teachers who are on deferred salary leave plans and for three scholarship funds.

	2003	2002
Scholarships	$ 34,527	$ 35,302
Deferred salary leave plans	65,411	46,219
	$ 99,938	$ 81,521

10. CONTINGENCIES

(a) Contingent Liability

In 1975, the Division entered into an agreement with the Catholic Archdiocese of Edmonton. The Archdiocese provided funds to the Division for the construction and furnishing of school buildings and the Division granted the Archdiocese use of the space at times not usually needed by the Division. The agreement provides that if the agreement is terminated, the sums advanced by the Archdiocese shall be construed as a loan repayable without interest. Under this agreement, the Archdiocese advanced $104,620 for the construction of the Madonna Community Centre.

(b) Contingent Asset

The Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset which the Division can liquidate.

(c) Letter of Guarantee

The Division has provided a letter of guarantee in favour of Strathcona County in the amount of $10,000. The guarantee is held for a minimum of two growing seasons to ensure planting material survives or is replaced to the satisfaction of the County. In the event of deficiencies, the County may draw upon the guarantee.

11. INTERNALLY RESTRICTED NET ASSETS

The Board of Trustees has internally restricted $717,937 (2002 - $621,908) for future operating expenditures and $189,940 (2002 - $103,992) for future capital expenditures. These internally restricted amounts are not available for other purposes without the approval of the Board of Trustees.

12. COMMITMENTS

(a) Building Projects

The Division is committed to further capital expenditures for a new K-9 multi-learning facility and five core portables for Father Kenneth Kearns school of approximately $8,600,000. It is anticipated that these costs will be fully funded by capital allocations from Alberta Infrastructure.

(b) Office Lease

The Division is committed to lease office space on behalf of an affiliated organization to July 31, 2003. The annual rental of $19,320 is recovered from the affiliated organization annually.

(c) Land Lease

The Division and Elk Island Public Schools Regional Division No. 14 ("the Tennant") have entered into A joint agreement with Strathcona Country for the lease of the land on which the new Holy Spirit school is being constructed. The lease term commenced May 31, 2002 and extends to May 31, 2052. The base rent for the entire term of the lease is $1. The lease contains a renewal option of two (2) further terms of twenty-five (25) years each. Upon the expiration of the second renewal term, should the Tennant require the lands for active use in the operation of the Holy Spirit School, the County and the Tennant may agree to extend or renew the lease as mutually agreed to by both parties.

At the termination of the lease or the renewal terms, and subject to ministerial approval, the facility shall be surrendered to the County subject only to the County making payment equal to the market value of the facility.

13. ECONOMIC DEPENDENCE

The Division's primary source of income is from the Province of Alberta. The Division's ability to continue viable operations is dependent on this funding.

14. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

15. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform to the current year's presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

School Jurisdiction Code: 46

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration: Board Governance	Board & System Administration: System Administration	Board & System Administration: Total Board & System Admin.	External Services
Alberta Learning allocations									
(1) Instruction block	$27,572,624	$1,163,023	$26,409,601						
(2) Support block	$3,451,010				$2,042,191			$1,408,819	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$688,450	$45,000	$643,450						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$1,302,000	$39,841	$1,232,447					$29,712	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$5,613	$0	$0	$0	$0			$5,613	$0
(11) **Total Alberta Learning Revenue**	$33,019,697	$1,247,864	$28,285,498	$0	$2,042,191			$1,444,144	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$287,569	$0	$0	$287,569					
(13) Operations & Maintenance support	$3,529,782			$3,529,782					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$3,817,351	$0	$0	$3,817,351					
(16) **Alberta Finance**	$1,136,107			$1,136,107	$0			$0	$0
(17) **Other - Government of Alberta**	$196,935	$0	$1,407	$195,528	$0			$0	$0
(18) **Federal Government and/or First Nations**	$81,792	$0	$80,163	$1,628	$0			$0	$0
(19) **Other Alberta school authorities**	$0		$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$302,683	$0	$302,683						
(23) **Transportation fees**	$79,852				$79,852				
(24) **Other sales and services**	$762,445	$8,584	$112,102	$52,069	$66,382			$25,847	$497,460
(25) **Investment income**	$101,843	$0	$26,815	$44,026	$0			$31,002	$0
(26) **Gifts and donations**	$21,746	$0	$21,746		$0				$0
(27) **Rentals of facilities**	$52,586		$0	$51,136	$1,450			$0	$0
(28) **Net school generated funds**	$152,924		$152,924					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$1,897,936		$122,020	$1,575,916	$0				$0
(31) **TOTAL REVENUES**	$41,423,896	$1,256,448	$29,105,357	$6,873,762	$2,189,875			$1,500,993	$497,460
EXPENSES									
(32) **Certificated salaries**	$20,575,253	$599,041	$19,614,733				$220,454	$220,454	$141,025
(33) **Certificated benefits**	$2,451,862	$77,845	$2,341,124				$18,724	$18,724	$14,169
(34) **Uncertificated salaries and wages**	$7,506,232	$163,468	$3,950,380	$1,597,991	$840,729	$68,741	$607,206	$675,947	$277,717
(35) **Uncertificated benefits**	$1,415,841	$25,643	$734,573	$295,006	$193,817	$1,193	$112,110	$113,303	$53,300
(36) **SUB - TOTAL**	$31,948,987	$865,996	$26,640,810	$1,892,997	$1,034,545	$69,934	$958,493	$1,028,427	$486,211
(37) **Services, contracts & supplies**	$5,867,825	$81,933	$2,129,916	$1,975,918	$962,162	$114,769	$384,658	$499,427	$18,469
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$152,924		$152,924						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1,586,597	$0	$10,681	$1,575,916	$0		$0	$0	$0
(41) Unsupported	$463,144	$0	$187,854	$95,149	$138,456	$0	$41,686	$41,686	$0
(42) Total Amortization	$2,049,741	$0	$198,535	$1,671,065	$138,456	$0	$41,686	$41,686	$0
Interest on capital debt									
(43) Supported	$1,136,107	$0	$0	$1,136,107	$0		$0	$0	$0
(44) Unsupported	$3,995	$0	$0	$3,995	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$40,959,579	$947,929	$29,122,184	$6,680,082	$2,135,163	$184,703	$1,384,837	$1,569,540	$504,680
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	$464,317	$308,519	($16,827)	$193,680	$54,712			($68,546)	($7,220)
Applicable student numbers/FTE equivalent	5,592.0	408	5,592.0	5,589.0	5,332			5,592.0	
AVERAGE PROGRAM COSTS per student	$7,325	$2,323	$5,208	$1,195	$400			$281	

School Jurisdiction Code: 46

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$15,244,821	$2,021,294	$498,572	$148,512	$1,137,992	$563,541	$0	$19,614,733
Certificated benefits	$1,785,634	$198,964	$49,638	$26,208	$200,822	$79,858	$0	$2,341,124
Uncertificated salaries and wages	$590,660	$672,022	$378,565	$0	$2,309,133	$0	$0	$3,950,380
Uncertificated benefits	$99,681	$173,472	$53,926	$0	$407,494	$0	$0	$734,573
SUB - TOTAL REMUNERATION	$17,720,796	$3,065,752	$980,701	$174,720	$4,055,441	$643,400	$0	$26,640,810
Services, contracts & supplies	$1,155,651	$148,155	$743,337	$0	$37,723	$45,050	$0	$2,129,916
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$152,924							$152,924
Amortization of capital assets								
Supported	$10,681	$0	$0					$10,681
Unsupported	$187,854	$0	$0					$187,854
Total Amortization	$198,535	$0	$0					$198,535
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$19,227,906	$3,213,907	$1,724,038	$174,720	$4,093,164	$688,450	$0	$29,122,184
FTE Certificated				0.0	19.0			
FTE Uncertificated				5.6	82.8			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$23,915,017	$1,875,897	$517,177	$0	$26,308,091	$20,091,075	$6,217,015
School Admin & Instruction Support Expenses						$3,213,907	($3,213,907)
System Instruction Support Expenses						$1,724,038	($1,724,038)
Total Basic Instruction	$23,915,017	$1,875,897	$517,177	$0	$26,308,091	$25,029,020	$1,279,070
Sub-Programs & Initiatives							
Severely Disabled	$1,827,370		$0		$1,827,370	$4,093,164	($2,265,794)
English as a Second Language	$10,669				$10,669	$0	$10,669
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$8,342				$8,342		$8,342
Growth & Density	$32,565				$32,565		$32,565
Teacher Assistants Program	$123,931				$123,931	$0	$123,931
Early Literacy Initiative (K-2)	$207,382				$207,382	$0	$207,382
Learning Resources Credit & Resources for the Classroom	$49,364	$0	$302,683		$352,047	$0	$352,047
Technology Integration	$231,598		$0		$231,598	$0	$231,598
French Language Program & Francisation (all jurisdictions)	$0		$0		$0	$0	$0
Home Education	$3,363		$0		$3,363	$0	$3,363
Total Sub-Programs & Initiatives	$2,494,584		$302,683		$2,797,267	$4,093,164	($1,295,898)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$26,409,601	$1,875,897	$819,859	$0	$29,105,357	$29,122,184	($16,827)

School Jurisdiction Code: 46

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,163,023	$26,409,601		$2,042,191	$1,408,819	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of ***$27,572,624*** ***=*** ***$551,452*** ***$0***						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 46

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$27,341,026
Support Block - Transportation	$2,042,191
SUBTOTAL	$29,383,217
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$3,529,782
Teacher Salary Enhancement	$1,302,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$196,935
Federal government/First Nations	$81,792
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$762,445
Interest on investments	$101,843
Rentals of facilities	$52,586
Gains on disposal of capital assets	$0
Amortization of capital allocations	$1,697,936
School generated funds (Schedule E)	$1,883,562
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$38,992,097**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and o\ = 4%	**4.31%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,679,585
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,679,585**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,569,540
PLUS: transfers to Restricted - Operating (Board/System Administration)	$41,686
LESS: transfers from Restricted - Operating (Board/System Administration)	-$68,546
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,542,680
Maximum Expense Limit for Board & System Administration (Step 3)	$1,679,585
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$136,905

School Jurisdiction Code: 46

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1)		$463,203
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$1,883,562	
Less: SGF - related cost recoveries (Note 3)	$1,848,569	
- capitalized at the District level (Note 4)	$0	
Net Total	$34,993	
Plus: Donations Received (Note 5)	$29,831	
Equals: Net Additions to SGF		$64,824
Net SGF Available for discretionary spending		$528,027
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$152,924
Unexpended SGF - Closing Balance August 31, 2003		$375,103

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the Distict office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 46

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$1,207,175	$172,318	$0	$0	$218,498	$1,597,991		$1,597,991
Uncertificated benefits	$249,891	$33,318	$0	$0	$11,797	$295,006		$295,006
Sub-total Remuneration	$1,457,066	$205,636	$0	$0	$230,295	$1,892,997		$1,892,997
Contracted Services	$15,221	$240,273	$0	$0	$0	$255,494		$255,494
Supplies	$88,148	$79,953	$0	$287,569	$29,927	$485,597		$485,597
Electricity			$655,024			$655,024		$655,024
Natural Gas/Heating Fuel			$436,616			$436,616		$436,616
Sewer and Water			$79,420			$79,420		$79,420
Telecommunications			$13,026			$13,026		$13,026
Insurance					$50,741	$50,741		$50,741
Amortization of capital assets								
Supported							$1,575,916	$1,575,916
Unsupported						$95,149		$95,149
Total Amortization						$95,149	$1,575,916	$1,671,065
Interest on capital debt								
Supported							$1,136,107	$1,136,107
Unsupported						$3,995		$3,995
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,560,435	$525,862	$1,184,086	$287,569	$310,963	$3,968,059	$2,712,023	$6,680,082
SQUARE METRES								
School Buildings								60,198.5
Non School Buildings								21,797.0

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/BQRP & Portable Relocations:	All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety stalndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 46

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	John Conwey	1.0	$9,480	$162	$0	$0	$0	$9,642	$6,111
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:									
Name	Ron Baier	1.0	$9,905	$173	$0	$0	$0	$10,078	$5,305
Name	Jean Boisvert	1.0	$9,480	$158	$0	$0	$0	$9,638	$4,833
Name	Ed Muzechka	1.0	$9,480	$158	$0	$0	$0	$9,638	$4,460
Name	Gerald Mykytiuk	1.0	$11,136	$212	$0	$0	$0	$11,348	$1,507
Name	Ted Pazek	1.0	$9,480	$158	$0	$0	$0	$9,638	$1,968
Name	Tony Sykora	1.0	$9,780	$172	$0	$0	$0	$9,952	$3,104
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Name		0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal		*7.0*	*$68,741*	*$1,193*	*$0*	*$0*	*$0*	*$69,934*	*$27,288*
Superintendent	Doug Aitkenhead	1.0	$120,420	$7,887	$0	$0	$0	$128,307	$12,660
Superintendent		0.0		$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Alberta Hutchings	1.0	$105,000	$14,224	$0	$0	$0	$119,224	$14,038
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		308.5	$20,408,833	$2,443,975	$0	$0	$46,000	$22,898,808	
Uncertificated Salaries & Wages		234.2	$7,264,008	$1,400,223	$0	$0	$68,483	$8,732,714	
TOTALS			$27,967,002	$3,867,502	$0	$0	$114,483	$31,948,987	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 46

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 2195

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Elk Island Public Schools
Name of School Jurisdiction

683 Wye Road, Sherwood Park, AB. T8B 1N2
Mailing Address

Phone 417-8144, Fax 417-8181
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Elk Island Public Schools (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Maureen Towns	"Original Signed By"
Name	**Signature**

SUPERINTENDENT

Rob McPhee	"Original Signed By"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Brian Smith	"Original Signed By"
Name	**Signature**

18-Dec-03
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 2195

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AUDITORS' REPORT

To the Board of Trustees of
Elk Island Public Schools Regional Division No. 14

We have audited the statement of financial position of the **Elk Island Public Schools Regional Division No. 14** as at August 31, 2003 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ernst & Young LLP

Edmonton, Canada
November 14, 2003

Chartered Accountants

School Jurisdiction Code: 2195

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$14,759,631	$11,624,752
Accounts receivable (net after allowances)		$2,780,718	$3,016,366
Prepaid expenses		$232,076	$256,557
Other current assets		$6,459	$11,390
Total current assets		$17,778,884	$14,909,065
School generated assets		$2,092,007	$1,963,941
Trust assets		$2,407,476	$2,935,590
Long term accounts receivable		$0	$0
Capital assets			
Land		$1,475,856	$1,475,856
Buildings	$89,291,745		
Less: accumulated amortization	($52,616,535)	$36,675,210	$34,658,411
Equipment	$32,658,094		
Less: accumulated amortization	($30,530,045)	$2,128,049	$2,112,990
Vehicles	$526,585		
Less: accumulated amortization	($328,175)	$198,410	$270,715
Total capital assets		$40,477,525	$38,517,972
TOTAL ASSETS		$62,755,892	$58,326,568
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$6,884,622	$5,899,611
Deferred revenue		$2,672,411	$3,226,737
Deferred capital allocations		$6,136,682	$552,194
Current portion of all long term debt		$3,176,418	$2,571,101
Total current liabilities		$18,870,133	$12,249,643
School generated liabilities		$2,092,007	$1,963,941
Trust liabilities		$2,407,476	$2,935,590
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$9,898,486	$12,374,710
Less: Current portion of supported debt		($2,299,132)	($2,476,624)
Unsupported: Debentures and Capital Loans		$2,541,740	$1,853,240
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($877,286)	($94,477)
Unamortized capital allocations		$24,999,283	$21,272,671
Total long term liabilities		$38,762,574	$37,829,051
TOTAL LIABILITIES		$57,632,707	$50,078,694
NET ASSETS			
Unrestricted net assets		($0)	$43,525
Operating Reserves		$999,292	$4,080,456
Accumulated Operating Surplus (Deficit)		$999,292	$4,123,981
Investment in capital assets		$3,038,016	$3,017,351
Capital Reserves		$1,085,877	$1,106,542
Total Capital Funds		$4,123,893	$4,123,893
Total net assets		$5,123,185	$8,247,874
TOTAL LIABILITIES AND NET ASSETS		$62,755,892	$58,326,568

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2195

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003 Revised	Actual 2002 Restated
REVENUES			
Alberta Learning	$94,217,100	$94,062,945	$92,975,316
Alberta Infrastructure	$11,450,070	$10,562,176	$6,534,749
Alberta Finance	$1,166,415	$1,369,411	$1,450,322
Other Government of Alberta	$193,597	$193,596	$187,987
Federal Government and/or First Nations	$924	$0	$1,901
Other Alberta school authorities	$176,898	$119,023	$119,024
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$16,104	$0	$88,719
Instruction resource fees	$690,744	$753,370	$698,137
Transportation fees	$143,354	$92,000	$104,271
Other sales and services	$3,129,648	$2,802,525	$3,741,531
Investment income	$368,572	$225,000	$374,240
Gifts and donations	$92,197	$0	$11,519
Rentals of facilities	$151,606	$129,950	$171,162
Net school generated funds	$690,921	$760,000	$761,340
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$2,219,980	$2,088,402	$2,261,778
Total Revenues	$114,708,130	$113,158,398	$109,481,996
EXPENSES			
Certificated salaries	$60,572,510	$59,384,067	$53,103,226
Certificated benefits	$6,638,188	$6,493,982	$5,774,389
Uncertificated salaries and wages	$16,903,364	$16,543,734	$15,927,390
Uncertificated benefits	$3,427,146	$3,288,397	$3,071,220
Services, contracts and supplies	$25,282,101	$28,209,338	$25,924,837
Net school generated funds	$690,921	$760,000	$761,340
Capital and debt services			
Amortization of capital assets			
Supported	$2,219,980	$2,088,402	$2,261,778
Unsupported	$826,985	$70,755	$771,331
Total Amortization of capital assets	$3,046,965	$2,159,157	$3,033,109
Interest on capital debt			
Supported	$1,165,185	$1,326,470	$1,450,322
Unsupported	$106,439	$106,438	$110,555
Total Interest on capital debt	$1,271,624	$1,432,908	$1,560,877
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$117,832,819	$118,271,583	$109,156,388
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($3,124,689)	($5,113,185)	$325,608
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($3,124,689)	($5,113,185)	$325,608

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2195

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($3,124,689)	$325,608
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,219,980)	($2,261,778)
Total amortization expense	$3,046,965	$3,033,109
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$235,648	$19,741
Prepaids and other current assets	$29,412	($211,673)
Payables and accrued liabilities	$985,011	$322,828
Deferred revenue	($554,326)	$60,140
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,601,959)	$1,287,975
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($4,412,591)	($1,018,165)
Equipment	($580,482)	($629,524)
Vehicles	($13,445)	($109,378)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($5,006,518)	($1,757,067)
C. FINANCING ACTIVITIES		
Capital allocations received	$9,054,456	$210,253
Issue of long term debt	$782,810	$0
Repayment of long term debt	($2,570,534)	($2,700,174)
Add back: supported portion	$2,476,624	$2,605,514
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$9,743,356	$115,593
Net sources (uses) of cash equivalents* during year	$3,134,879	($353,499)
Cash Equivalents at the beginning of the year	$11,624,752	$11,978,251
Cash Equivalents at the end of the year	$14,759,631	$11,624,752

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 2195

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2003

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 15)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$8,247,874	$3,017,351	$43,525	$5,186,998	$2,612,893	$1,076,342	$1,014,003	$30,200	$0	$267,225	$0	$133,894	$0	$52,441	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$8,247,874	$3,017,351	$43,525	$5,186,998	$2,612,893	$1,076,342	$1,014,003	$30,200	$0	$267,225	$0	$133,894	$0	$52,441	$0
Surplus(def) of revenue over expenses	($3,124,689)		($3,124,689)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$753,740	($733,075)	($20,665)	$0	($20,665)	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($3,046,965)	$3,046,965												
Amortization of capital allocations		$2,219,980	($2,219,980)												
Disposal of unsupported capital assets	$0	$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$93,910	($93,910)												
Net transfers to operating reserves			($2,223,208)	$2,223,208	$1,372,109		$400,000			$451,099		$0		$0	
Net transfers from operating reserves			$5,304,372	($5,304,372)	($3,826,310)		($577,000)			($718,324)		($130,297)		($52,441)	
Net transfers to capital reserves			$0	$0		$0			$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0			$0		$0		$0		$0
Balance at August 31, 2003	$5,123,185	$3,038,016	($0)	$2,085,169	$158,692	$1,055,677	$837,003	$30,200	$0	$0	$0	$3,597	$0	$0	$0

School Jurisdiction Code: 2195

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)

for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$552,194	$21,272,671
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$552,194	$21,272,671
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$8,933,104	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$121,352	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$2,476,624
Expended capital allocations - current year		($3,469,968)	$3,469,968
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$2,219,980
Balance at August 31, 2003		$6,136,682	$24,999,283

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Elk Island Public Schools Regional Division No. 14

NOTES TO FINANCIAL STATEMENTS

August 31, 2003

1. AUTHORITY AND PURPOSE

Elk Island Public Schools Regional Division No. 14 (the "Division") was established under the authority of the School Act of Alberta to provide education programs in the Counties of Strathcona No. 20, Lamont No. 30, western portion of Minburn No. 27 and the City of Fort Saskatchewan.

The Division receives block allocations for Instruction and Support under Regulation 72/95 from the Province of Alberta. Funding regulations limit funding and expenses for administration and permits the Division, within specified limits, to reallocate funding between the Instruction and Support blocks.

The Division is considered a non-profit organization within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in the administration's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Cash and temporary investments

Cash and temporary investments consist of cash and guaranteed investment certificates with maturity dates of less than 90 days after the fiscal year end.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital assets

Capital assets are recorded at cost and are amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	2.5% to 4%
Equipment	20%
Vehicles	10%

Only capital assets with costs in excess of $5,000 are capitalized.

Amortization is not recorded on assets currently under construction which are classified as work in progress. A full year of amortization is recorded on all capital asset additions in the year the asset is acquired or in the year construction is completed and the asset is ready for its productive use.

Operating and Capital reserves

Operating reserves are established to provide for the costs of future operating expenditures. Capital reserves are established to provide for future replacement or upgrading of capital assets. These reserves are established and expended in accordance with policies established by the Board of Trustees or external restrictions specified by the Province of Alberta.

School generated funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the Division because accountability and responsibility for control of these funds rests with school principals or their appointee(s). In accordance with Ministerial requirements for Alberta school jurisdictions, school generated fund revenues and expenses are presented net of related cost recoveries. Related cost recoveries are the out-of-pocket expenses incurred in generating school generated funds and include funds collected and disbursed for the benefit of individual students.

Financial instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

NOTES TO FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the Province of Alberta for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets are recorded as unamortized capital allocations and amortized to revenue on the same basis as the capital assets acquired. Capital allocations that remain unspent at year-end are deferred until spent.

Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Contributed services

Volunteers assist schools operated by the Division in carrying out certain activities. Because of the difficulty of determining the fair value of such services, and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Pensions

The Division participates in the multiemployer Local Authorities Pension Plan which is accounted for as a defined contribution plan with the cost of the pension benefits recognized as contributions are made. Annual contributions for the year ended August 31, 2003, were $726,606. At December 31, 2002, the Local Authorities Pension Plan reported an actuarial deficiency of $444,980,000 (2001 - $634,960,000 surplus).

The current and past service costs of the Alberta Teacher Retirement fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

NOTES TO FINANCIAL STATEMENTS

August 31, 2003

3. CASH AND TEMPORARY INVESTMENTS

	2003 $	2002 $
Cash	**2,257,167**	123,660
Temporary investments	**12,502,464**	11,501,092
	14,759,631	11,624,752

4. ACCOUNTS RECEIVABLE

	2003 $	2002 $
Province of Alberta	**1,939,906**	1,973,347
Federal Government	**338,905**	322,744
Employee technology purchases	**211,255**	188,836
Other	**290,652**	531,439
	2,780,718	3,016,366

5. TRUST ASSETS AND LIABILITIES

	2003 $	2002 $
Student Health Initiative Partnership	**2,327,632**	2,854,159
Other trust funds	**79,844**	81,431
	2,407,476	2,935,590

The Division manages funds on behalf of the Student Health Initiative Partnership(s) and accordingly, amounts held at year-end are restricted in their use (see note 12).

The purpose of other trust funds are to fund student scholarships.

NOTES TO FINANCIAL STATEMENTS

August 31, 2003

6. CAPITAL ASSETS

	2003		
	Cost $	Accumulated amortization $	Net book value $
Land	**1,475,856**	**-**	**1,475,856**
Building	**89,291,745**	**52,616,535**	**36,675,210**
Equipment	**32,658,094**	**30,530,045**	**2,128,049**
Vehicles	**526,585**	**328,175**	**198,410**
	123,952,280	**83,474,755**	**40,477,525**

	2002		
	Cost $	Accumulated amortization $	Net book value $
Land	1,475,856	-	1,475,856
Building	84,879,154	50,220,743	34,658,411
Equipment	32,077,612	29,964,622	2,112,990
Vehicles	513,140	242,425	270,715
	118,945,762	80,427,790	38,517,972

Capital assets include work-in-process on buildings of $4,810,602 (2002 - $722,901) and equipment of $296,129 (2002 - $0). Amortization will not commence on these assets until construction is complete.

7. DEFERRED REVENUE

	2003			
	Beginning balance $	Amounts received $	Amounts recognized as revenue $	Ending balance $
One time grant – 2002	**288,049**	**-**	**(288,049)**	**-**
One time grant – 2003	**-**	**804,394**	**(530,692)**	**273,702**
Infrastructure Maintenance Program	**1,466,411**	**-**	**(858,900)**	**607,511**
Block Modernization Funds	**427,552**	**-**	**(427,552)**	**-**
International Services tuition/fees	**965,620**	**2,704,241**	**(2,341,242)**	**1,328,619**
Alberta Initiative for School Improvement	**-**	**370,567**	**-**	**370,567**
Other deferred revenue	**79,105**	**89,578**	**(76,671)**	**92,012**
	3,226,737	**3,968,780**	**(4,523,106)**	**2,672,411**

7. DEFERRED REVENUE (CONTINUED)

	2002			
	Beginning balance $	**Amounts received** $	**Amounts recognized as revenue** $	**Ending balance** $
One time grant - 1999	512,347	-	(512,347)	-
One time grant - 2002	-	288,049	-	288,049
Technology Integration funding	47,616	-	(47,616)	-
Infrastructure Maintenance Program	156,887	2,943,027	(1,633,503)	1,466,411
Block Modernization Funds	1,227,153	84,489	(884,090)	427,552
AMFC Energy Support	544,526	-	(544,526)	-
International Services tuition/fees	660,944	2,263,996	(1,959,320)	965,620
Other deferred revenue	17,124	78,580	(16,599)	79,105
	3,166,597	5,658,141	(5,598,001)	3,226,737

In 2002, Alberta Learning announced and provided one-time funding equal to approximately 3% of an identified list of grants provided to the Division in fiscal 2002 to support initiatives related to the fiscal 2003 school year. These funds have been fully expended at year end.

In 2003, Alberta Infrastructure announced and provided one-time funding of $804,394 to address utility cost pressures in Plant Operations and Maintenance (PO&M) for school buildings. These funds can be applied in fiscal 2003 or 2004 school years at the Division's discretion. The Division has deferred recognition of $273,702 to the fiscal 2004 school year.

8. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the Division have been deferred until expended at which time they are transferred to unamortized capital allocations. Details of the changes in the deferred capital allocations account are as follows:

	2003 $	**2002** $
Beginning balance	**552,194**	1,104,011
Add allocations received and receivable during the year	**9,054,456**	210,253
Less expended capital allocations	**(3,469,968)**	(762,070)
Ending balance	**6,136,682**	552,194

NOTES TO FINANCIAL STATEMENTS

August 31, 2003

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations relate to capital funds received from the Province of Alberta and used for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. The changes in the unamortized capital allocations balance for the period are as follows:

	2003 $	**2002** $
Beginning balance	**21,272,671**	20,166,865
Add expended capital allocations received to acquire capital assets	**3,469,968**	762,070
Add capital allocations received to repay long-term debt	**2,476,624**	2,605,514
Less amount amortized to revenue	**(2,219,980)**	(2,261,778)
Ending balance	**24,999,283**	21,272,671

10. LONG-TERM DEBT

	2003 $	**2002** $
Debentures and Capital Loans	**12,440,226**	14,227,950
Less: Current portion	**(3,176,418)**	(2,571,101)
	9,263,808	11,656,849

Long-term debt includes debentures with interest rates varying from 4.75% to 12.0% which mature up to the year 2023. The debentures are fully supported by the Province of Alberta with the exception of two debentures in the amounts of $872,000 each. Capital Loans include two unsupported capital loans in the amount of $29,740 which are due in 2004 and 2005, as well as a demand, non-revolving loan which can be drawn to a maximum of $6,063,000, and of which $768,000 was drawn at August 31, 2003. The loan bears an interest rate of prime less 0.5% and is due on April 30, 2004, at which time the Division is entitled to convert it to a non-revolving term loan with equal principal payments until April 2014. To manage its future interest rate obligations, the Division has entered into an agreement to fix its interest rate on conversion at 4.78%.

NOTES TO FINANCIAL STATEMENTS

August 31, 2003

10. LONG-TERM DEBT (CONTINUED)

The annual repayments of long-term debt required over each of the next five years and thereafter are as follows:

	$
2004	**3,176,418**
2005	**2,251,516**
2006	**1,827,522**
2007	**1,289,993**
2008	**746,891**
Thereafter	**3,147,886**
	12,440,226

The Division has a $5,000,000 revolving credit facility available for operations and $3,000,000 credit facility used to secure corporate credit cards with a major bank. Both facilities bear interest annually when drawn of prime less 0.5% and are due on demand. At August 31, 2003, $nil was drawn on either facility (2002 - $nil).

11. COMMITMENTS

a) The Division has commitments with respect to operating leases for premises, land and equipment as follows:

	$
2004	**247,257**
2005	**250,190**
2006	**252,362**
2007	**225,847**
2008	**129,342**
Thereafter	**401,400**
	1,506,398

b) The Division has committed to the construction of a new school, Lakeland Ridge at Trillium Place, which is scheduled to open September 2004. Total cost of the project is expected to be approximately $11,300,000 of which $2,479,389 has been incurred to August 31, 2003. The cost of this project will be fully funded by grants from Alberta Infrastructure.

c) The Division has committed to complete an energy efficiency retrofit project on the Division's school buildings which is scheduled to be completed in fiscal 2004. Total cost of the project is expected to be approximately $6,063,000 of which $812,174 has been incurred to August 31, 2003. This project is being funded by capital loans (see note 10).

NOTES TO FINANCIAL STATEMENTS

12. STUDENT HEALTH INITIATIVE PARTNERSHIP

The Student Health Initiative (SHI or Partnership) is directed to the enhancement of services for children with special needs. It is a partnership of four major sectors – Education, Health, Mental Health, and Children's Services at the community, regional and provincial levels. The Division has been appointed as "Banker" for the Partnership. As the Banker, funds have been treated as restricted Trust Funds, and are received and disbursed on behalf of the Partnership. Only SHI funds spent by the Division as a partner have been recorded in the Instruction program along with matching revenue. As a service provider within SHI, funds in the amount of $194,368 have been recorded in the Instruction program. As Banker, SHI funds in the amount of $99,181 relating to administration have been recorded in the External Services program along with matching revenue.

13. BUDGET AMOUNTS

The budget was prepared by Division administration and was approved by the Board of Trustees. Budget amounts are presented for information purposes only and have not been audited.

14. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the presentation adopted in the 2003 financial statements.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

School Jurisdiction Code: 2195

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$78,122,432	$4,245,969	$73,876,463						
(2) Support block	$10,469,161				$6,701,340			$3,767,821	
(3) Instruction & support block reallocations	$0	($129,034)	($270,732)		$46,529			$0	$353,237
(4) Alberta Initiative for School Improvement (AISI)	$1,595,612	$101,187	$1,494,425						
(5) Student Health Initiative (SHI)	$293,549	$0	$194,368						$99,181
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$3,470,000	$107,570	$3,327,730					$34,700	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$266,346	$0	$266,346	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$94,217,100	$4,325,692	$78,888,600	$0	$6,747,869			$3,802,521	$452,418
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$1,472,079	$0	$0	$1,472,079					
(13) Operations & Maintenance support	$9,447,299			$9,447,299					
(14) Operations & Maintenance support (One-Time)	$530,692			$530,692					
(15) **Total Alberta Infrastructure Revenue**	$11,450,070	$0	$0	$11,450,070					
(16) **Alberta Finance**	$1,166,415			$1,166,415	$0			$0	$0
(17) **Other - Government of Alberta**	$193,597	$0	$193,597	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$924	$0	$924	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$176,898	$0	$176,898	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$16,104	$0	$16,104	$0	$0			$0	$0
(22) **Instruction resource fees**	$690,744	$0	$690,744						
(23) **Transportation fees**	$143,354				$143,354				
(24) **Other sales and services**	$3,129,648	$2,336	$189,926	$2,487	$0			$12,340	$2,922,559
(25) **Investment income**	$368,572	$0	$365,796	$0	$0			$0	$2,776
(26) **Gifts and donations**	$92,197	$0	$4,197	$0	$0				$88,000
(27) **Rentals of facilities**	$151,606		$0	$151,606	$0			$0	$0
(28) **Net school generated funds**	$690,921		$690,921					$0	
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$2,219,980		$104,193	$2,115,787	$0				$0
(31) **TOTAL REVENUES**	$114,708,130	$4,328,028	$81,321,900	$14,886,365	$6,891,223			$3,814,861	$3,465,753
EXPENSES									
(32) **Certificated salaries**	$60,572,510	$1,906,687	$57,400,072				$632,615	$632,615	$633,136
(33) **Certificated benefits**	$6,638,188	$217,372	$6,333,613				$36,963	$36,963	$50,240
(34) **Uncertificated salaries and wages**	$16,903,364	$1,276,020	$10,700,859	$1,931,781	$327,314	$226,968	$2,102,085	$2,329,053	$338,337
(35) **Uncertificated benefits**	$3,427,146	$233,290	$2,305,679	$390,303	$61,167	$15,767	$369,641	$385,408	$51,299
(36) **SUB - TOTAL**	$87,541,208	$3,633,369	$76,740,223	$2,322,084	$388,481	$242,735	$3,141,304	$3,384,039	$1,073,012
(37) **Services, contracts & supplies**	$25,282,101	$577,450	$5,772,735	$9,354,793	$6,653,916	$102,339	$949,944	$1,052,283	$1,870,924
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$44,648	($564,807)	$0	($36,556)	$0	($41,813)	($41,813)	$598,528
(39) **Net school generated funds**	$690,921		$690,921						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$2,219,980	$0	$104,193	$2,115,787	$0		$0	$0	$0
(41) Unsupported	$826,985	$10,895	$593,561	$59,311	$15,679	$2,735	$115,685	$118,420	$29,119
(42) Total Amortization	$3,046,965	$10,895	$697,754	$2,175,098	$15,679	$2,735	$115,685	$118,420	$29,119
Interest on capital debt									
(43) Supported	$1,165,185	$0	$0	$1,165,185	$0		$0	$0	$0
(44) Unsupported	$106,439	$0	$0	$0	$0	$0	$106,439	$106,439	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$117,832,819	$4,266,362	$83,336,826	$15,017,160	$7,021,520	$347,809	$4,271,559	$4,619,368	$3,571,583
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($3,124,689)	$61,666	($2,014,927)	($130,795)	($130,297)			($804,507)	($105,830)
Applicable student numbers/FTE equivalent	15,541.0	1,005	15,038.5	15,497.0	9,653			15,541.0	
AVERAGE PROGRAM COSTS per student	$7,582	$4,245	$5,542	$969	$727			$297	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$44,511,344	$6,054,621	$777,679	$3,495,964	$1,292,640	$1,206,628	$61,196	$57,400,072
Certificated benefits	$4,934,827	$669,981	$75,774	$384,556	$142,220	$120,194	$6,061	$6,333,613
Uncertificated salaries and wages	$2,937,549	$2,810,896	$318,400	$897,711	$3,552,034	$113,843	$70,426	$10,700,859
Uncertificated benefits	$665,940	$630,441	$66,224	$176,871	$732,054	$21,420	$12,729	$2,305,679
SUB - TOTAL REMUNERATION	$53,049,660	$10,165,939	$1,238,077	$4,955,102	$5,718,948	$1,462,085	$150,412	$76,740,223
Services, contracts & supplies	$3,915,009	$551,977	$511,000	$183,126	$338,707	$228,960	$43,956	$5,772,735
Cost recoveries & transfers	($568,807)	$0	$4,000	$0	$0	$0	$0	($564,807)
Net school generated funds	$690,921							$690,921
Amortization of capital assets								
Supported	$104,193	$0	$0					$104,193
Unsupported	$526,689	$61,169	$5,703					$593,561
Total Amortization	$630,882	$61,169	$5,703					$697,754
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$57,717,665	$10,779,085	$1,758,780	$5,138,228	$6,057,655	$1,691,045	$194,368	$83,336,826
FTE Certificated				57.1	24.1			
FTE Uncertificated				41.8	149.5			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$67,273,760	$5,016,523	$1,742,556	($270,732)	$73,762,107	$62,638,014	$11,124,093
School Admin & Instruction Support Expenses						$10,779,085	($10,779,085)
System Instruction Support Expenses						$1,758,780	($1,758,780)
Total Basic Instruction	$67,273,760	$5,016,523	$1,742,556	($270,732)	$73,762,107	$75,175,879	($1,413,773)
Sub-Programs & Initiatives							
Severely Disabled	$4,695,648		$0		$4,695,648	$6,057,655	($1,362,007)
English as a Second Language	$57,500				$57,500	$64,324	($6,824)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$56,649				$56,649	$56,619	$30
Sparsity & Distance	$354,742				$354,742		$354,742
Growth & Density	$240,377				$240,377		$240,377
Teacher Assistants Program	$292,553				$292,553	$292,553	$0
Early Literacy Initiative (K-2)	$530,406				$530,406	$575,357	($44,951)
Learning Resources Credit & Resources for the Classroom	$145,450	$266,346	$690,744		$1,102,540	$881,269	$221,271
Technology Integration	$59,734		$0		$59,734	$59,734	$0
French Language Program & Francisation (all jurisdictions)	$113,258		$0		$113,258	$117,050	($3,792)
Home Education	$56,386		$0		$56,386	$56,386	$0
Total Sub-Programs & Initiatives	$6,602,703		$690,744		$7,559,793	$8,160,947	($601,154)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$73,876,463	$5,282,869	$2,433,300	($270,732)	$81,321,900	$83,336,826	($2,014,927)

School Jurisdiction Code: 2195

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$4,245,969	$73,876,463		$6,701,340	$3,767,821	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		($353,237)				$353,237
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	($129,034)			$129,034		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of *$78,122,432* = *$1,562,449* *($129,034)*						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$82,505		($82,505)		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($129,034)	($270,732)		$46,529	$0	$353,237

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 2195

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$78,062,698
Support Block - Transportation	$6,701,340
SUBTOTAL	$84,764,038

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$9,447,299
Teacher Salary Enhancement	$3,470,000
Other Alberta Learning revenues (Describe)	$266,346
Other - Government of Alberta (Excluding Alberta Finance)	$193,597
Federal government/First Nations	$924
Other Alberta school authorities	$176,898
Out of province local authorities	$0
Alberta municipalities	$16,104
Other sales and services	$3,129,648
Interest on investments	$368,572
Rentals of facilities	$151,606
Gains on disposal of capital assets	$0
Amortization of capital allocations	$2,219,980
School generated funds (Schedule E)	$5,742,425
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$109,947,437**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and ov = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$4,397,897
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$4,397,897**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$4,619,368
PLUS: transfers to Restricted - Operating (Board/System Administration)	$451,099
LESS: transfers from Restricted - Operating (Board/System Administration)	-$718,324
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$4,352,143
Maximum Expense Limit for Board & System Administration (Step 3)	$4,397,897
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$45,754

School Jurisdiction Code: 2195

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$1,963,941
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$5,742,425	
Less: SGF - related cost recoveries (Note 3)	$5,103,087	
- capitalized at the District level (Note 4)	$0	
Net Total	$639,338	
Plus: Donations Received (Note 5)	$179,649	
Equals: Net Additions to SGF		$818,987
Net SGF Available for discretionary spending		$2,782,928
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$690,921
Unexpended SGF - Closing Balance August 31, 2003		$2,092,007

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 2195

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$1,388,103	$0	$186,658	$357,020	$1,931,781		$1,931,781
Uncertificated benefits	$0	$282,580	$0	$34,519	$73,204	$390,303		$390,303
Sub-total Remuneration	$0	$1,670,683	$0	$221,177	$430,224	$2,322,084		$2,322,084
Contracted Services	$2,484,667	$716,114	$0	$1,458,930	$814,477	$5,474,188		$5,474,188
Supplies	$143,126	$378,485	$0	$0	$69,297	$590,908		$590,908
Electricity			$1,733,234			$1,733,234		$1,733,234
Natural Gas/Heating Fuel			$1,174,375			$1,174,375		$1,174,375
Sewer and Water			$174,888			$174,888		$174,888
Telecommunications			$14,825			$14,825		$14,825
Insurance					$192,375	$192,375		$192,375
Amortization of capital assets								
Supported							$2,115,787	$2,115,787
Unsupported						$59,311		$59,311
Total Amortization						$59,311	$2,115,787	$2,175,098
Interest on capital debt								
Supported							$1,165,185	$1,165,185
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$2,627,793	$2,765,282	$3,097,322	$1,680,107	$1,506,373	$11,736,188	$3,280,972	$15,017,160
SQUARE METRES								
School Buildings								195,217.7
Non School Buildings								4,573.3

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe.

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.

Utilities & Telecommunications: All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

Expensed Block Mod/BQRP & Portable Relocations: All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.

Facility Planning & Operations Maintenance: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 2195

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name Maureen Towns	1.0	$27,000	$776	$850	$0	$0	$28,626	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Other Board Members:								
Name Wayne Effa	1.0	$18,000	$522	$2,000	$0	$0	$20,522	$0
Name William Gordon	1.0	$18,000	$489	$1,000	$0	$0	$19,489	$252
Name Pat McLauchlan	1.0	$21,600	$619	$1,400	$0	$0	$23,619	$265
Name Lynda McLellan	1.0	$18,000	$570	$3,500	$0	$0	$22,070	$0
Name Lynn Patterson	1.0	$18,000	$457	$0	$0	$0	$18,457	$278
Name Bonnie Ridell	1.0	$18,000	$489	$1,000	$0	$0	$19,489	$291
Name Patricia Sprague	1.0	$18,000	$489	$1,000	$0	$0	$19,489	$0
Name Roxane Tiessen	1.0	$18,000	$457	$0	$0	$0	$18,457	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Name	0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal	*9.0*	*$174,600*	*$4,868*	*$10,750*	*$0*	*$0*	*$190,218*	*$1,086*
Superintendent Rob McPhee	1.0	$147,045	$8,887	$6,000	$0	$0	$161,932	$7,406
Superintendent	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary Sylvia Leafhuis	1.0	$68,073	$11,513	$0	$0	$0	$79,586	$3,298
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer Brian Smith	1.0	$121,015	$14,689	$0	$0	$0	$135,704	$3,563
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	859.2	$60,339,181	$6,629,300	$80,284	$0	$0	$67,048,765	
Uncertificated Salaries & Wages	506.8	$16,465,700	$3,396,078	$63,225	$0	$0	$19,925,003	
TOTALS		**$77,315,614**	**$10,065,335**	**$160,259**	**$0**	**$0**	**$87,541,208**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 2195

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.

School Jurisdiction Code: 0048

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION NO. 2
Name of School Jurisdiction

BOX 4265 SPRUCE GROVE, ALBERTA T7X 3B4
Mailing Address

TEL: 780-962-5627 FAX: 780-962-4664
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION NO. 2 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
GERALD BERNAKEVITCH	"Original signed by"
Name	Signature

SUPERINTENDENT	
MEL J. MALOWANY	"Original signed by"
Name	Signature

SECRETARY TREASURER OR TREASURER	
JACQUELINE GILBERT	"Original signed by"
Name	Signature

10-Nov-03
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 0048

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Hawkings Epp Dumont LLP
Chartered Accountants

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AUDITORS' REPORT

To the Board of Trustees
Evergreen Catholic Separate Regional Division No. 2

We have audited the statement of financial position of Evergreen Catholic Separate Regional Division No. 2 as at August 31, 2003 and the statements of revenues and expenses, cash flows, and changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an audit opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2003 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Hawkings Epp Dumont LLP

Edmonton, Alberta
October 9, 2003

HAWKINGS EPP DUMONT LLP
Chartered Accountants

Founding Partners
F.J. Bruha, CA (Deceased)
A.W. Whelan, CA (Retired)

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*Professional Corporation

School Jurisdiction Code: 0048

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2003	2002
ASSETS			
Current assets			
Cash and temporary investments		$8,303,839	$13,257,641
Accounts receivable (net after allowances)		$1,075,858	$832,149
Prepaid expenses		$149,370	$210,934
Other current assets		$0	$0
Total current assets		$9,529,067	$14,300,724
School generated assets		$181,418	$164,973
Trust assets		$133,655	$86,274
Long term accounts receivable		$0	$0
Capital assets			
Land		$775,883	$775,883
Buildings	$27,693,308		
Less: accumulated amortization	($7,252,826)	$20,440,482	$13,886,959
Equipment	$2,495,456		
Less: accumulated amortization	($1,677,577)	$817,879	$784,121
Vehicles	$138,087		
Less: accumulated amortization	($90,372)	$47,715	$62,633
Total capital assets		$22,081,959	$15,509,596
TOTAL ASSETS		$31,926,099	$30,061,567
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,743,848	$1,684,463
Deferred revenue		$127,773	$310,176
Deferred capital allocations		$4,440,154	$10,151,606
Current portion of all long term debt		$560,946	$560,946
Total current liabilities		$7,872,721	$12,707,191
School generated liabilities		$181,418	$164,973
Trust liabilities		$133,655	$86,274
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$5,472,690	$6,033,636
	Less: Current portion of supported debt	($560,946)	($560,946)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$15,125,067	$7,838,883
Total long term liabilities		$20,351,884	$13,562,820
TOTAL LIABILITIES		$28,224,605	$26,270,011
NET ASSETS			
Unrestricted net assets		$351,803	$242,911
Operating Reserves		$1,110,714	$1,233,544
Accumulated Operating Surplus (Deficit)		$1,462,517	$1,476,455
Investment in capital assets		$1,484,203	$1,637,077
Capital Reserves		$754,773	$678,023
Total Capital Funds		$2,238,976	$2,315,100
Total net assets		$3,701,493	$3,791,555
TOTAL LIABILITIES AND NET ASSETS		$31,926,099	$30,061,567

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 0048

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	$11,432,328	$11,144,366	$11,577,094
Alberta Infrastructure	$1,541,005	$2,050,839	$672,282
Alberta Finance	$619,752	$0	$673,835
Other Government of Alberta	$9,165	$0	$5,002
Federal Government and/or First Nations	$32,985	$27,841	$37,093
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$131,240	$168,755	$161,436
Transportation fees	$0	$0	$0
Other sales and services	$61,357	$4,500	$70,541
Investment income	$72,121	$20,000	$83,993
Gifts and donations	$0	$0	$22,538
Rentals of facilities	$0	$0	$0
Net school generated funds	$159,788	$81,500	$137,970
Gains on disposal of capital assets	$3,551	$0	$0
Amortization of capital allocations	$671,902	$564,878	$649,951
Total Revenues	$14,735,194	$14,062,679	$14,091,735
EXPENSES			
Certificated salaries	$8,151,376	$7,582,516	$7,456,588
Certificated benefits	$911,078	$1,125,575	$821,384
Uncertificated salaries and wages	$1,688,365	$1,637,477	$1,644,561
Uncertificated benefits	$333,023	$308,018	$302,584
Services, contracts and supplies	$2,067,716	$2,149,812	$2,003,743
Net school generated funds	$159,788	$81,500	$137,970
Capital and debt services			
Amortization of capital assets			
Supported	$671,902	$564,878	$649,951
Unsupported	$222,256	$30,270	$183,585
Total Amortization of capital assets	$894,158	$595,148	$833,536
Interest on capital debt			
Supported	$619,752	$582,633	$582,633
Unsupported	$0	$0	$0
Total interest on capital debt	$619,752	$582,633	$582,633
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$14,825,256	$14,062,679	$13,782,999
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($90,062)	$0	$308,736
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($90,062)	$0	$308,736

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 0048

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($90,062)	$308,736
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($671,902)	($649,951)
Total amortization expense	$894,158	$833,536
Gains on disposal of capital assets	($3,551)	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($243,709)	$84,784
Prepaids and other current assets	$61,564	($64,320)
Payables and accrued liabilities	$1,059,385	$273,672
Deferred revenue	($182,403)	($68,041)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$823,480	$718,416
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($7,244,633)	($1,412,567)
Equipment	($284,245)	($224,336)
Vehicles	$0	($23,496)
Net proceeds from disposal of capital assets	$3,551	$0
Other (describe)	$0	$0
Total sources (uses) of cash from investing activities	($7,525,327)	($1,660,399)
C. FINANCING ACTIVITIES		
Capital allocations received	$1,748,045	$9,665,661
Issue of long term debt	$0	$0
Repayment of long term debt	($560,946)	($564,785)
Add back: supported portion	$560,946	$564,786
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$1,748,045	$9,665,662
Net sources (uses) of cash equivalents* during year	($4,953,802)	$8,723,679
Cash Equivalents at the beginning of the year	$13,257,641	$4,533,962
Cash Equivalents at the end of the year	$8,303,839	$13,257,641

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

School Jurisdiction Code: 0048

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O& M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	$3,791,555	$1,637,077	$242,911	$1,911,567	$663,548	$255,941	$363,526	$230,500	$104,494	$206,470	$64,288	$0	$23,300	$0	$0
Prior period adjustments (describe)															
correct misstated unsupported	$0	$0	$0	$0	$0	$0	$0	($230,000)	$230,000	$0	$0	$0	$0	$0	$0
capital reserves - funded by	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Learning not Infrastructure dollars	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2002	$3,791,555	$1,637,077	$242,911	$1,911,567	$663,548	$255,941	$363,526	$0	$334,494	$206,470	$64,288	$0	$23,300	$0	$0
Surplus(def) of revenue over expenses	($90,062)		($90,062)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$69,382	($69,382)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0														
Amortization of capital assets		($894,158)	$894,158												
Amortization of capital allocations		$671,902	($671,902)												
Disposal of unsupported capital assets	$0	$0		$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0			$0			$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0												
Net transfers to operating reserves			($33,326)	$33,326	$0		$0			$33,326				$0	
Net transfers from operating reserves			$156,156	($156,156)	($137,969)		($18,187)			$0		$0		$0	
Net transfers to capital reserves			($76,750)	$76,750		$60,000			$9,000		$7,750				$0
Net transfers from capital reserves			$0	$0		$0			$0		$0				$0
Balance at August 31, 2003	$3,701,493	$1,484,203	$351,803	$1,865,487	$525,579	$315,941	$345,339	$0	$343,494	$239,796	$72,038	$0	$23,300	$0	$0

School Jurisdiction Code: 0048

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002		$10,151,606	$7,838,883
Prior period adjustment		$0	
Adjusted balance, August 31, 2002		$10,151,606	$7,838,883
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$1,500,463	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$247,582	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$560,946
Expended capital allocations - current year		($7,459,497)	$7,459,497
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$62,357
Capital allocations amortized to revenue			$671,902
Balance at August 31, 2003		$4,440,154	$15,125,067

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION #2

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2002

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The School Division receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the School Division, within specified limits, to reallocate funding between the instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(b) Capital Assets

Capital assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	40 years
Buildings - portables	25 years
Equipment	5 years
Vehicles	5 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital funding received for asset additions is amortized over the same period as the related asset (see Note 7).

(c) School Generated Funds

School generated funds are funds in the community which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

(d) Vacation Pay

Vacation pay is accrued in the period in which the benefit is earned by the employee.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION #2

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $28,948 (2001 - $23,967)
for the year ened August 31, 2002.

The current service and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

(f) Prepaid expenses

Certain expenses incurred and paid for before the close of the fiscal year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(g) Contributed Services

Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty of determining their fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

(h) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

(i) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the Division. The funds are set aside for operating and for future capital expenditures. These reserves are appropriations of unrestricted net assets.

3. ACCOUNTS RECEIVABLE

	2002	2001
Provincial government	$ 660,651	$ 798,381
Federal government	96,709	87,916
Other school jurisdictions	81	50
Other	74,708	30,586
	$ 832,149	$ 916,933

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION #2

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2002

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value 2002	Net Book Value 2001
Land	$ 775,883	$ -	$ 775,883	$ 775,883
Buildings	20,968,316	7,081,356	13,886,960	13,048,620
Equipment	3,894,601	3,110,481	784,120	806,046
Vehicles	168,087	105,454	62,633	52,183
	$ 25,806,887	$ 10,297,291	$ 15,509,596	$ 14,682,732

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2002	2001
Other	$ 843,738	$ 504,372
Province of Alberta	659,285	857,962
Federal Government	138,639	26,199
Alberta Municipalities	27,267	22,257
Other Alberta School Jurisdictions	15,535	-
	$ 1,684,464	$ 1,410,790

6. DEFERRED REVENUE

	2002	2001
BQRP	$ 273,535	$ 168,205
Technology Integration funding	-	86,602
Other	36,641	123,410
	$ 310,176	$ 378,217

7. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the Division have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. Details of the changes in the deferred capital allocations account are as follows:

	2002	2001
Balance, Beginning of Year	$ 1,832,946	$ 36,634
Grants Received During the Year	9,499,223	2,125,421
Interest Earned on Capital Allocations	166,438	1,880
Transfers to Unamortized Capital Allocations	(1,347,001)	(330,989)
Balance, End of Year	$ 10,151,606	$ 1,832,946

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION #2

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2002

8. DEBENTURE DEBT

	2002	2001
Balance, Beginning of Year	$ 6,598,422	$ 7,166,508
Less: Repayments During the Year	(564,786)	(568,086)
	6,033,636	6,598,422
Less: Current Portion	(560,946)	(564,786)
Balance, End of Year	$ 5,472,690	$ 6,033,636

The following annual payments of principal are due on debenture debt:

2003	$ 564,786
2004	560,946
2005	521,945
2006	496,230
2007	496,230
2008 to maturity	3,393,499
	$ 6,033,636

The debentures are held with Alberta Municipal Financing Corporation and bear interest at rates ranging from 7.625% to 12.0%.

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the Division's net investment in capital assets (other than land and equipment), purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on the related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2002	2001
Balance, Beginning of Year	$ 6,577,047	$ 6,242,868
Additions: Debenture Principal Repayments	564,786	568,068
Transfer from Deferred Capital Allocation Account	1,347,001	330,989
Deductions: Capital Allocation Revenue	(649,951)	(564,878)
Balance, End of Year	$ 7,838,883	$ 6,577,047

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION #2

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2002

10. SCHOOL GENERATED FUNDS

	2002	2001
Balance, Beginning of Year	$ 199,326	$ 174,862
Source of School Generated Funds		
School generated funds for the year	609,924	694,590
Less: Costs of generating school generated funds	(509,431)	(601,598)
	100,493	92,992
Donations Received	3,124	-
School Generated Funds Available for the Year	302,943	267,854
Application of School Generated Funds		
Less: School generated funds expended during the year	(137,970)	(68,528)
Balance, End of Year	$ 164,973	$ 199,326

11. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the Division for the following:

	2002	2001
Professional improvement leave plan	$ 57,378	$ 56,211
Deferred salary leave plans	28,896	-
	$ 86,274	$ 56,211

12. INTERNALLY RESTRICTED NET ASSETS

The Board of Trustees has internally restricted $1,233,544 (2001 - $955,321) for future operating expenditures and $678,023 (2001 - $609,838) for future capital expenditures. These internally restricted amounts are not available for other purposes without the approval of the Board of Trustees.

13. ALLOCATIONS FROM THE PROVINCE OF ALBERTA

	2002 (Budget)	2002 (Actual)	2001 (Actual)
Alberta Learning			
Instruction block	$ 9,403,497	$ 9,646,875	$ 9,256,581
Support block	1,807,170	1,355,131	1,764,713
Teacher salary enhancement	313,350	311,855	-
AISI	253,374	253,374	255,189
Student Health Initiative	-	9,859	3,000
	11,777,391	11,577,094	11,279,483
Alberta Finance	833,283	673,835	745,552
Alberta Infrastructure	151,161	672,282	74,685
Other	-	5,003	3,623
	$ 12,761,835	$ 12,928,214	$ 12,103,343

14. COMMITMENTS

(a) Office Lease

The Division entered into a lease agreement for office space with the Catholic Archdiocese of Edmonton commencing on July 1, 2002. The lease term is ten years at $22,000 per year and expires June 30, 2012. During the 2002 fiscal year the Division prepaid lease payments up to and including June 2007.

(b) Capital Projects

The Division is committed to further capital expenditures of approximately the following amounts:

Devon K-9 school	$ 4,217,675
St. Thomas Aquinas addition and upgrading	3,627,519
St. Joseph addition and upgrading	3,434,798
John Paul II addition and upgrading	3,634,493
	$14,914,485

It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

15. CONTINGENCIES

The School Division is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represent equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset which the School Division can liquidate.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION #2

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2002

16. SALARIES AND BENEFITS

	2002 (Budget)	2002 (Actual)	2001 (Actual)
Certificated salaries	$ 7,305,983	$ 7,456,588	$ 6,995,327
Certificated benefits	969,865	821,383	801,038
Uncertificated salaries and wages	1,453,668	1,644,561	1,414,160
Uncertificated benefits	370,500	302,585	247,057
	$ 10,100,016	$ 10,225,117	$ 9,457,582

17. DISCLOSURE OF SALARIES AND BENEFITS

	Number	Salaries and Wages	Benefits and Allowances	Total
Chairman of the Board	1	$ 17,323	$ 3,532	$ 20,855
Other Board Members	6	54,948	9,061	64,009
Superintendent	1	102,720	7,735	110,455
Secretary	1	35,964	8,552	44,516
Treasurer	1	74,000	12,355	86,355
Salaries - Certificated	118	7,353,868	813,648	8,167,516
Salaries - Uncertificated	43	1,462,326	269,085	1,731,411
	171	$ 9,101,149	$ 1,123,968	$ 10,225,117

18. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform with the current year's presentation.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION #2

Schedule I

SCHEDULE OF SERVICES, CONTRACTS, AND SUPPLIES EXPENSES

FOR THE YEAR ENDED AUGUST 31, 2002

	2002 (Budget)	2002 (Actual)	2001 (Actual)
Utilities	$ 515,000	$ 336,307	$ 298,860
Maintenance and repairs	305,000	321,717	254,969
Supplies and materials	270,000	283,499	278,456
Contracted & professional services	250,000	222,580	276,373
Textbooks	130,000	134,394	132,821
Furniture and equipment	108,000	106,097	177,369
Professional development	95,000	71,113	74,442
Rentals	85,000	70,942	55,229
Library and media materials	65,000	65,709	57,418
Other schools - tuition	65,000	58,139	29,452
Software	50,000	53,393	12,461
Insurance	45,000	48,188	34,907
Travel and subsistence	40,000	41,966	32,446
Memberships and fees	35,000	41,933	43,459
Telephone services	40,000	41,100	37,301
Student transportation	28,000	32,867	24,990
Printing and binding services	20,000	19,397	23,159
Staff/community relations	15,000	16,041	15,731
Postage fees	15,000	14,416	16,077
Advertising	9,000	8,857	9,591
Software/hardware support	-	7,765	6,738
Correspondence courses	1,000	5,290	3,128
Bank charges	3,000	2,033	2,067
Contingencies	56,200	-	-
	$ 2,245,200	$ 2,003,743	$ 1,897,444

School Jurisdiction Code: 0048

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-2003

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$10,030,475	$365,620	$9,664,855						
(2) Support block	$668,192				$0			$668,192	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$253,132	$0	$253,132						
(5) Student Health Initiative (SHI)	$12,529	$0	$12,529						$0
(6) Supernet Access	$0							$0	
(7) Teacher Salary Enhancement (TSE)	$468,000	$0	$460,000					$8,000	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$11,432,328	$365,620	$10,390,516	$0	$0			$676,192	$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	$204,967	$0	$0	$204,967					
(13) Operations & Maintenance support	$1,227,094			$1,227,094					
(14) Operations & Maintenance support (One-Time)	$108,944			$108,944					
(15) **Total Alberta Infrastructure Revenue**	$1,541,005	$0	$0	$1,541,005					
(16) **Alberta Finance**	$619,752			$619,752	$0			$0	$0
(17) **Other - Government of Alberta**	$9,165	$0	$0	$9,165	$0			$0	$0
(18) **Federal Government and/or First Nations**	$32,985	$0	$27,668	$3,450	$0			$1,867	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$131,240	$8,416	$122,824						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$61,357	$0	$32,273	$21,451	$0			$3,490	$4,143
(25) **Investment income**	$72,121	$0	$59,333	$7,863	$0			$4,925	$0
(26) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$159,788		$159,788					$0	
(29) **Gains on disposal of capital assets**	$3,551			$3,551	$0			$0	$0
(30) **Amortization of capital allocations**	$671,902		$58,140	$613,762	$0				$0
(31) **TOTAL REVENUES**	$14,735,194	$374,036	$10,850,542	$2,819,999	$0			$686,474	$4,143
EXPENSES									
(32) **Certificated salaries**	$8,151,376	$211,000	$7,784,283				$152,141	$152,141	$3,952
(33) **Certificated benefits**	$911,078	$27,764	$870,649				$12,474	$12,474	$191
(34) **Uncertificated salaries and wages**	$1,688,365	$83,573	$874,452	$512,920	$0	$67,450	$149,970	$217,420	$0
(35) **Uncertificated benefits**	$333,023	$18,465	$172,886	$96,358	$0	$14,626	$30,688	$45,314	$0
(36) **SUB - TOTAL**	$11,083,842	$340,802	$9,702,270	$609,278	$0	$82,076	$345,273	$427,349	$4,143
(37) **Services, contracts & supplies**	$2,067,716	$12,904	$868,020	$978,724	$0	$75,717	$132,351	$208,068	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$159,788		$159,788						
Capital and debt services									
Amortization of capital assets									
(40) Supported	$671,902	$0	$58,140	$613,762	$0		$0	$0	$0
(41) Unsupported	$222,256	$0	$187,855	$16,670	$0	$0	$17,731	$17,731	$0
(42) Total Amortization	$894,158	$0	$245,995	$630,432	$0	$0	$17,731	$17,731	$0
Interest on capital debt									
(43) Supported	$619,752	$0	$0	$619,752	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$14,825,256	$353,706	$10,976,073	$2,838,186	$0	$157,793	$495,355	$653,148	$4,143
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	($90,062)	$20,330	($125,531)	($18,187)	$0			$33,326	$0
Applicable student numbers/FTE equivalent	2,124.0	158	2,045.0	2,123.0	0			2,124.0	
AVERAGE PROGRAM COSTS per student	$6,980	$2,239	$5,367	$1,337	$0			$308	

School Jurisdiction Code: 0048

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$5,958,837	$544,157	$89,265	$662,093	$329,157	$200,774	$0	$7,784,283
Certificated benefits	$672,682	$54,725	$8,744	$74,743	$35,076	$24,679	$0	$870,649
Uncertificated salaries and wages	$265,026	$267,116	$0	$29,447	$280,764	$20,659	$11,440	$874,452
Uncertificated benefits	$55,042	$57,633	$0	$6,116	$49,197	$2,838	$2,060	$172,886
SUB - TOTAL REMUNERATION	$6,951,587	$923,631	$98,009	$772,399	$694,194	$248,950	$13,500	$9,702,270
Services, contracts & supplies	$716,512	$73,347	$5,967	$0	$63,995	$8,199	$0	$868,020
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$159,788							$159,788
Amortization of capital assets								
Supported	$58,140	$0	$0					$58,140
Unsupported	$187,855	$0	$0					$187,855
Total Amortization	$245,995	$0	$0					$245,995
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$8,073,882	$996,978	$103,976	$772,399	$758,189	$257,149	$13,500	$10,976,073
FTE Certificated				10.5	5.2			
FTE Uncertificated				1.7	12.0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$9,067,927	$725,661	$337,202	$0	$10,130,790	$8,356,092	$1,774,698
School Admin & Instruction Support Expenses						$996,978	($996,978)
System Instruction Support Expenses						$103,976	($103,976)
Total Basic Instruction	$9,067,927	$725,661	$337,202	$0	$10,130,790	$9,457,046	$673,744
Sub-Programs & Initiatives							
Severely Disabled	$357,181		$0		$357,181	$758,189	($401,008)
English as a Second Language	$2,166				$2,166	$3,000	($834)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$10,992				$10,992		$10,992
Growth & Density	$0				$0		$0
Teacher Assistants Program	$42,233				$42,233	$43,000	($767)
Early Literacy Initiative (K-2)	$71,540				$71,540	$72,000	($460)
Learning Resources Credit & Resources for the Classroom	$20,423	$0	$122,824		$143,247	$464,038	($320,791)
Technology Integration	$87,118		$0		$87,118	$169,650	($82,532)
French Language Program & Francisation (all jurisdictions)	$4,094		$0		$4,094	$4,100	($6)
Home Education	$1,181		$0		$1,181	$5,050	($3,869)
Total Sub-Programs & Initiatives	$596,928		$122,824		$719,752	$1,519,027	($799,275)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$9,664,855	$725,661	$460,026	$0	$10,850,542	$10,976,073	($125,531)

School Jurisdiction Code: 0048

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$365,620	$9,664,855		$0	$668,192	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		$0				$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (N	$0			$0		
From all or part of maximum 2% of Instruction block to Transportation		$0		$0		
Calculation: 2% of ***$10,030,475*** ***=*** ***$200,610*** ***$0***						
From Instruction block (Growth & Denisty component) to Transportation		$0		$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		$0		$0		
From Board and System Administration block to:						
(1) Transportation				$0	$0	
(2) Instruction		$0			$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0		$0	$0	$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 0048

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$9,943,357
Support Block - Transportation	$0
SUBTOTAL	$9,943,357

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$1,227,094
Teacher Salary Enhancement	$468,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$9,165
Federal government/First Nations	$32,985
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$61,357
Interest on investments	$72,121
Rentals of facilities	$0
Gains on disposal of capital assets	$3,551
Amortization of capital allocations	$671,902
School generated funds (Schedule E)	$707,505
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$13,197,037**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and ov = 4%	**5.98%**
If "Total Net Enrolled Students" are 2,000 and le = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$789,183

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 330,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$789,183**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$653,148
PLUS: transfers to Restricted - Operating (Board/System Administration)	$33,326
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$686,474

Maximum Expense Limit for Board & System Administration (Step 3)	$789,183
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$102,709

School Jurisdiction Code: 0048

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003

Unexpended SGF - Opening Balance August 31, 2002 (Note 1		$164,973
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$707,505	
Less: SGF - related cost recoveries (Note 3)	$531,657	
- capitalized at the District level (Note 4)	$0	
Net Total	$175,848	
Plus: Donations Received (Note 5)	$385	
Equals: Net Additions to SGF		$176,233
Net SGF Available for discretionary spending		$341,206
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$159,788
Unexpended SGF - Closing Balance August 31, 2003		$181,418

Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 0048

SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$423,420	$28,382	$0	$0	$61,118	$512,920		$512,920
Uncertificated benefits	$75,999	$5,788	$0	$0	$14,571	$96,358		$96,358
Sub-total Remuneration	$499,419	$34,170	$0	$0	$75,689	$609,278		$609,278
Contracted Services	$13,739	$190,800	$0	$204,967	$6,302	$415,808		$415,808
Supplies	$57,032	$902	$0	$0	$2,301	$60,235		$60,235
Electricity			$249,146			$249,146		$249,146
Natural Gas/Heating Fuel			$183,851			$183,851		$183,851
Sewer and Water			$15,783			$15,783		$15,783
Telecommunications			$2,587			$2,587		$2,587
Insurance					$51,314	$51,314		$51,314
Amortization of capital assets								
Supported							$613,762	$613,762
Unsupported						$16,670		$16,670
Total Amortization						$16,670	$613,762	$630,432
Interest on capital debt								
Supported							$619,752	$619,752
Unsupported						$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$570,190	$225,872	$451,367	$204,967	$135,606	$1,604,672	$1,233,514	$2,838,186
SQUARE METRES								
School Buildings								20,514.0
Non School Buildings								0.0

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe.

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.

Utilities & Telecommunications: All expenes related to electrictiy, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

Expensed Block Mod/BQRP & Portable Relocations: All expenses associated with non-capital activites related to Bock Modernization, Building Quality Restoration Program and portable relocations.

Facility Planning & Operations Maintenance: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 0048

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-2003
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Gerald Bernakevitch	1.0	$18,738	$4,028	$0	$0	$0	$22,766	$6,379
							$0	
Other Board Members:								
Christine Sauer	1.0	$8,609	$193	$0	$0	$0	$8,802	$4,775
Alvin Yager	1.0	$6,975	$3,621	$0	$0	$0	$10,596	$2,401
Robert Vasseur	1.0	$5,743	$287	$0	$0	$0	$6,030	$1,802
Keith Shillington	1.0	$7,462	$144	$0	$0	$0	$7,606	$1,000
Joe MacLellan	1.0	$8,552	$3,677	$0	$0	$0	$12,229	$4,965
Caren Mueller	1.0	$11,371	$2,676	$0	$0	$0	$14,047	$6,090
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
	0.0	$0	$0	$0	$0	$0	$0	$0
Subtotal	*7.0*	*$67,450*	*$14,626*	*$0*	*$0*	*$0*	*$82,076*	*$27,412*
Superintendent	1.0	$107,856	$8,170	$0	$0	$0	$116,026	$8,707
							$0	$0
							$0	$0
							$0	$0
Board Secretary	0.7	$24,738	$6,282	$0	$0	$0	$31,020	$0
							$0	$0
Board Treasurer	1.0	$76,368	$13,399	$0	$0	$0	$89,767	$2,154
							$0	$0
Certificated Salaries	120.3	$8,043,520	$902,908	$0	$0	$0	$8,946,428	
Uncertificated Salaries & Wages	50.8	$1,519,809	$298,716	$0	$0	$0	$1,818,525	
TOTALS		**$9,839,741**	**$1,244,101**	**$0**	**$0**	**$0**	**$11,083,842**	

Note: Please refer to completion information on page 15

School Jurisdiction Code: 0048

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES**, as outlined in collective agreements, are included in **Remuneration** - NOT Allowances.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.

(13) A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.